



**Bank of Montreal**

**Q4**

**SUPPLEMENTARY FINANCIAL INFORMATION**  
*For the Quarter Ended October 31, 2001*

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*This report is unaudited and all amounts are in millions of Canadian dollars, unless otherwise indicated.*

**Format Changes in Report**

Changes to this quarter's Supplementary Financial Information document have been made as follows:

- Disclosure of 'Income Statement Information' on an "excluding non-recurring items" basis has been incorporated on page 2.
- The ratio of Gross impaired loans to Gross loans and acceptances has been added to the Balance sheet measures on page 2.
- Asset securitization disclosure has been amended to reflect the new CICA Accounting Guideline 12 "Transfers of Receivables".

**Use of this Document**

Information in this package is supplementary to the Bank's fourth quarter 2001 Report to Shareholders and the 2000 Annual Report and should be read in conjunction with those documents.

This report is unaudited and all amounts are in millions of Canadian dollars, unless indicated otherwise.

Items indicated N.A. were not available

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**Accounting Changes and Restatements****In The Third Quarter**

Certain business lines were transferred between client groups to more closely align client segments. The results of the fixed income securities of Harris Bank, formerly reported entirely in Investment Banking Group, were reflected in each of the operating groups, aligning the operating groups' longer-term liabilities with the term assets they fund.

**In The Third Quarter (cont'd)**

The Canadian Institute of Chartered Accountants has approved CICA Handbook section 3062 "Goodwill and Other Intangible Assets". We will adopt this new standard beginning November 1, 2001 at which time we will stop amortizing our goodwill that was acquired prior to July 1, 2001.

We changed our accounting for asset securitizations as required by CICA Accounting Guideline 12 "Transfers of Receivables". We adopted this standard prospectively.

We changed our accounting for the acquisition of businesses as required by CICA Handbook section 1581 "Business Combinations". We adopted this new standard prospectively.

**In The Second Quarter**

Certain business lines were transferred between client groups to more closely align client segments. The most significant change was a transfer from the Personal and Commercial Client Group to Emfisys and Corporate Support. The transfer was the net interest expense that remains unallocated to the business as a result of the Bank's internal transfer pricing process.

**In The First Quarter**

The Bank declared a 100% stock dividend, effectively achieving a two-for-one split of its common shares. All comparative per share data has been restated accordingly.

We changed our calculation of diluted earnings per share as required by CICA Handbook section 3500 "Earnings per Share". We adopted this new standard retroactively and have restated diluted earnings per share for prior periods.

We changed our accounting for pension and other future employee benefits as required by CICA Handbook section 3461 "Employee Future Benefits". We adopted this standard retroactively without restating prior periods.

*Users may provide their comments and suggestions on the Supplementary Financial Information document by contacting Nadia Dubyk at (416) 867-4734 or [nadia.dubyk@bmo.com](mailto:nadia.dubyk@bmo.com).*

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**Income Statement Information**

Total revenues (TEB)	1,951	2,234	2,485	2,193	2,162	2,095	2,284	2,123	2,008	8,863	8,664	7,928	7,270
excluding non-recurring items	2,129	2,234	2,196	2,149	2,155	2,076	2,196	2,011	2,063	8,708	8,438	7,956	7,270
Provision for credit losses (PCL)	546	117	217	100	58	100	100	100	80	980	358	320	130
excluding non-recurring items	546	117	117	100	100	100	100	100	80	880	400	320	130
Non-interest expense	1,449	1,421	1,404	1,397	1,330	1,326	1,348	1,254	1,501	5,671	5,258	5,288	4,785
excluding non-recurring items	1,449	1,421	1,404	1,397	1,373	1,326	1,348	1,254	1,360	5,671	5,301	5,147	4,785
Net income	4	444	607	416	485	401	497	474	258	1,471	1,857	1,382	1,350
excluding non-recurring items	109	444	422	403	430	390	445	407	371	1,378	1,672	1,477	1,350
Net economic profit	(249)	184	352	146	212	124	226	201	(8)	433	763	401	464
Taxable equivalent adjustment (TEB)	32	44	32	34	35	33	35	31	33	142	134	138	128

**Profitability Measures**

Basic earnings per share	\$0.00	\$0.85	\$1.13	\$0.74	\$0.87	\$0.71	\$0.88	\$0.84	\$0.43	\$2.72	\$3.30	\$2.38	\$2.36
excluding non-recurring items	\$0.20	\$0.85	\$0.77	\$0.72	\$0.78	\$0.68	\$0.79	\$0.71	\$0.65	\$2.54	\$2.96	\$2.56	\$2.36
Diluted earnings per share	\$0.00	\$0.83	\$1.10	\$0.73	\$0.86	\$0.69	\$0.87	\$0.83	\$0.43	\$2.66	\$3.25	\$2.34	\$2.29
excluding non-recurring items	\$0.19	\$0.83	\$0.76	\$0.70	\$0.76	\$0.67	\$0.78	\$0.70	\$0.63	\$2.48	\$2.91	\$2.51	\$2.29
Return on equity	(0.4)%	16.8%	23.7%	15.3%	18.4%	15.0%	19.8%	19.0%	9.8%	13.8%	18.0%	14.1%	15.2%
excluding non-recurring items	3.8%	16.8%	16.2%	14.8%	16.2%	14.5%	17.6%	16.2%	14.7%	12.9%	16.1%	15.1%	15.2%
Return on average assets	0.01%	0.75%	1.00%	0.67%	0.81%	0.67%	0.87%	0.82%	0.45%	0.60%	0.79%	0.61%	0.59%
excluding non-recurring items	0.18%	0.75%	0.70%	0.65%	0.72%	0.65%	0.78%	0.70%	0.65%	0.57%	0.71%	0.65%	0.59%
Return on average risk-weighted assets	0.01%	1.33%	1.93%	1.24%	1.45%	1.15%	1.45%	1.37%	0.75%	1.11%	1.35%	1.00%	0.98%
excluding non-recurring items	0.32%	1.33%	1.34%	1.20%	1.28%	1.12%	1.30%	1.17%	1.08%	1.04%	1.22%	1.07%	0.98%
Non interest expense-to-revenue ratio	74.2%	63.6%	56.5%	63.7%	61.5%	63.2%	59.1%	59.0%	74.8%	64.0%	60.7%	66.7%	65.8%
excluding non-recurring items	68.1%	63.6%	63.9%	65.0%	63.8%	63.8%	61.4%	62.3%	65.9%	65.1%	62.8%	64.7%	65.8%
Net interest margin (TEB)													
on average assets	1.94%	2.09%	1.80%	1.81%	1.81%	1.82%	1.89%	1.87%	1.98%	1.91%	1.85%	1.95%	1.83%
on average earning assets	2.38%	2.47%	2.15%	2.16%	2.15%	2.11%	2.16%	2.12%	2.23%	2.29%	2.13%	2.21%	2.02%
PCL to average loans and acceptances	0.67%	0.38%	0.36%	0.27%	0.25%	0.28%	0.28%	0.28%	0.23%	0.66%	0.25%	0.22%	0.09%
excluding non-recurring items	0.60%	0.31%	0.29%	0.27%	0.28%	0.28%	0.28%	0.28%	0.23%	0.60%	0.28%	0.22%	0.09%
Effective tax rate (TEB)	175.0%	32.7%	27.0%	37.3%	34.9%	37.7%	38.5%	36.3%	35.8%	29.1%	36.9%	37.6%	39.8%
excluding non-recurring items	(2.6)%	32.7%	33.8%	35.1%	34.1%	37.6%	38.2%	35.7%	37.8%	31.6%	36.4%	38.0%	39.8%

**Balance Sheet Information**

Total assets	239,409	230,203	235,154	242,230	233,396	235,646	238,414	228,525	230,615	239,409	233,396	230,615	222,590
Average assets	245,757	234,041	248,066	245,283	237,703	238,488	233,354	230,195	225,321	243,248	234,944	226,714	227,450
Average earning assets	200,664	198,057	208,225	205,028	202,721	205,886	204,127	203,274	199,663	202,951	204,002	200,307	206,045
Average common equity	10,121	9,979	10,184	10,118	9,909	9,998	9,698	9,374	9,342	10,100	9,745	8,976	8,128
Gross impaired loans (GIL)	2,014	1,836	1,653	1,702	1,501	1,334	1,189	1,164	1,092	2,014	1,501	1,092	824
Allowance for credit losses (ACL)	1,949	1,661	1,656	1,554	1,597	1,610	1,552	1,483	1,427	1,949	1,597	1,427	1,272

**Balance Sheet Measures**

Cash and securities-to-total assets ratio	23.1%	25.6%	26.4%	26.3%	27.8%	29.1%	30.1%	29.9%	29.2%	23.1%	27.8%	29.2%	28.4%
GIL to Gross loans and Acceptances	1.4%	1.3%	1.1%	1.1%	1.0%	0.9%	0.8%	0.8%	0.7%	1.4%	1.0%	0.7%	0.6%
ACL to gross impaired loans	96.8%	90.5%	100.2%	91.3%	106.4%	120.6%	130.6%	127.4%	130.6%	96.8%	106.4%	130.6%	153.3%
Tier 1 capital ratio	8.15%	8.84%	8.94%	8.87%	8.83%	8.49%	8.06%	7.84%	7.72%	8.15%	8.83%	7.72%	7.26%
Total capital ratio	12.12%	12.60%	12.74%	12.12%	11.97%	11.78%	11.13%	10.99%	10.77%	12.12%	11.97%	10.77%	10.38%

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**Cash-Based Statistical Information**

Basic earnings per share	\$0.06	\$0.89	\$1.18	\$0.79	\$0.92	\$0.74	\$0.92	\$0.87	\$0.47	\$2.92	\$3.45	\$2.51	\$2.49
excluding non-recurring items	\$0.26	\$0.89	\$0.83	\$0.76	\$0.81	\$0.73	\$0.81	\$0.75	\$0.68	\$2.74	\$3.10	\$2.69	\$2.49
Diluted earnings per share	\$0.06	\$0.88	\$1.15	\$0.77	\$0.90	\$0.73	\$0.90	\$0.86	\$0.46	\$2.86	\$3.39	\$2.46	\$2.42
excluding non-recurring items	\$0.25	\$0.88	\$0.80	\$0.75	\$0.80	\$0.71	\$0.80	\$0.74	\$0.67	\$2.68	\$3.05	\$2.64	\$2.42
Return on equity	0.7%	17.8%	24.7%	16.2%	19.3%	15.7%	20.6%	19.8%	10.5%	14.8%	18.8%	14.8%	16.1%
excluding non-recurring items	4.8%	17.8%	17.2%	15.7%	17.1%	15.3%	18.4%	16.9%	15.4%	13.9%	16.9%	15.9%	16.1%
Non interest expense-to-revenue ratio	73.6%	63.2%	56.0%	63.3%	61.2%	63.0%	58.8%	58.8%	74.5%	63.5%	60.4%	66.4%	65.5%
excluding non-recurring items	67.5%	63.2%	63.4%	64.6%	63.4%	63.5%	61.2%	62.1%	65.7%	64.6%	62.6%	64.4%	65.5%
Return on average assets	0.03%	0.76%	1.01%	0.67%	0.80%	0.66%	0.86%	0.80%	0.44%	0.61%	0.78%	0.59%	0.57%
excluding non-recurring items	0.22%	0.79%	0.74%	0.69%	0.75%	0.68%	0.81%	0.73%	0.68%	0.61%	0.74%	0.68%	0.62%
	32	469	632	440	504	420	516	491	275	1,572	1,931	1,449	1,419
excluding non-recurring items	137	469	447	427	449	409	464	424	388	1,479	1,746	1,544	1,419

**Dividend Information**

Dividends declared per share	\$0.28	\$0.28	\$0.28	\$0.28	\$0.25	\$0.25	\$0.25	\$0.25	\$0.24	\$1.12	\$1.00	\$0.94	\$0.88
Dividends paid per share	\$0.28	\$0.28	\$0.28	\$0.25	\$0.25	\$0.25	\$0.25	\$0.24	\$0.24	\$1.09	\$0.99	\$0.93	\$0.88
Common dividends	137	142	142	147	131	131	134	134	125	568	530	500	463
Preferred dividends	14	20	20	26	25	25	26	25	27	80	101	117	112
Dividend yield	2.72%	3.16%	2.81%	2.81%	3.12%	3.70%	4.22%	3.30%	3.40%	3.09%	3.48%	2.93%	2.89%
Dividend payout ratio	(100)%+	33.5%	24.2%	37.8%	28.4%	34.9%	28.4%	29.8%	54.3%	40.8%	30.2%	39.6%	37.4%
excluding non-recurring items	100%+	33.5%	35.2%	39.1%	32.3%	35.9%	31.9%	35.1%	36.4%	43.8%	33.7%	36.8%	37.4%

**Share Information**

Share price													
high	\$44.10	\$43.25	\$44.40	\$41.70	\$35.80	\$32.85	\$28.40	\$29.00	\$28.35	\$44.40	\$35.80	\$34.80	\$43.50
low	\$32.75	\$34.20	\$35.00	\$33.40	\$29.90	\$26.63	\$21.58	\$21.00	\$24.68	\$32.75	\$21.00	\$24.68	\$25.88
close	\$33.86	\$40.85	\$35.20	\$40.89	\$35.25	\$31.88	\$26.88	\$24.08	\$28.33	\$33.86	\$35.25	\$28.33	\$31.55
Book value per share	\$19.69	\$20.44	\$19.93	\$19.53	\$19.63	\$18.87	\$18.72	\$17.88	\$17.44	\$19.69	\$19.63	\$17.44	\$16.36
Number of common shares outstanding (000's)													
end of period	489,085	507,614	506,764	526,429	522,584	524,811	536,051	535,132	534,064	489,085	522,584	534,064	528,866
average basic	499,013	502,373	519,403	524,621	522,455	532,775	535,640	534,497	533,524	511,286	531,318	531,723	525,021
average diluted	510,084	514,322	532,263	537,757	534,098	543,309	543,300	542,878	542,634	523,561	540,815	542,920	542,181
Total market value of common shares	16,560	20,736	17,838	21,523	18,421	16,728	14,406	12,883	15,127	16,560	18,421	15,127	16,686
Market-to-book value ratio	1.72	2.00	1.77	2.09	1.80	1.69	1.44	1.35	1.62	1.72	1.80	1.62	1.93
Price-to-earnings multiple	12.4	11.4	10.2	12.8	10.7	11.1	9.5	9.3	11.9	12.4	10.7	11.9	13.4
Total shareholder return													
annualized	(1.2)%	19.3%	2.7%	19.3%	29.0%	16.7%	(1.0)%	(12.0)%	(7.4)%	(1.2)%	29.0%	(7.4)%	6.4%
five year	14.3%	23.9%	20.4%	23.8%	22.9%	21.5%	18.2%	17.5%	22.0%	14.3%	22.9%	22.0%	23.3%

**FINANCIAL HIGHLIGHTS**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**Growth-Based Statistical Information**

Diluted earnings per share growth	(100.0)%	20.3 %	26.4 %	(12.0)%	100.0 %	1.5 %	40.3 %	36.1 %	16.2 %	(18.2)%	38.9 %	2.2 %	0.4 %
excluding non-recurring items	(75.0)%	23.9 %	(2.6)%	0.0 %	20.6 %	3.1 %	25.8 %	14.8 %	70.3 %	(14.8)%	15.9 %	9.6 %	(3.0)%
Cash diluted earnings per share growth	(93.3)%	20.5 %	27.8 %	(10.5)%	95.7 %	2.8 %	38.5 %	34.4 %	15.0 %	(15.6)%	37.8 %	1.7 %	0.0 %
excluding non-recurring items	(68.8)%	23.9 %	0.0 %	1.4 %	19.4 %	4.4 %	23.1 %	15.6 %	67.5 %	(12.1)%	15.5 %	9.1 %	(3.2)%
Net economic profit growth	(100)%+	48.9 %	55.6 %	(27.6)%	100%+	(15.7)%	70.1 %	54.9 %	(100)%+	(43.3)%	90.0 %	(13.5)%	(4.7)%
Revenue growth	(9.7)%	6.6 %	8.8 %	3.2 %	7.7 %	3.4 %	16.5 %	9.8 %	24.2 %	2.3 %	9.3 %	9.0 %	1.4 %
excluding non-recurring items	(1.2)%	7.5 %	0.0 %	6.8 %	4.4 %	3.9 %	12.0 %	4.0 %	27.6 %	3.2 %	6.1 %	9.4 %	1.4 %
Expense growth	8.9 %	7.2 %	4.0 %	11.4 %	(11.4)%	3.1 %	6.2 %	1.8 %	23.0 %	7.8 %	(0.6)%	10.5 %	4.8 %
excluding non-recurring items	5.5 %	7.2 %	4.0 %	11.4 %	1.0 %	3.1 %	6.2 %	1.8 %	11.4 %	7.0 %	3.0 %	7.6 %	6.5 %
Net income growth	(99.1)%	10.5 %	22.3 %	(12.3)%	87.9 %	0.9 %	36.6 %	30.8 %	10.2 %	(20.8)%	34.4 %	2.4 %	3.5 %
excluding non-recurring items	(74.6)%	13.5 %	(4.9)%	(1.1)%	15.6 %	2.8 %	22.3 %	12.3 %	58.8 %	(17.6)%	13.1 %	9.5 %	0.2 %

**Other Statistical Information**

Cost of equity	10.5 %	10.5 %	10.5 %	10.5 %	10.7 %	10.8 %	11.1 %	11.2 %	10.9 %	10.5 %	11.0 %	10.4 %	10.4 %
Prime rate													
average Canadian	5.52 %	6.29 %	6.91 %	7.48 %	7.50 %	7.41 %	6.85 %	6.45 %	6.25 %	6.55 %	7.05 %	6.49 %	6.44 %
average U.S.	6.16 %	6.99 %	8.21 %	9.35 %	9.63 %	9.54 %	8.98 %	8.57 %	8.30 %	7.68 %	9.18 %	8.00 %	8.59 %
Exchange rate													
as at US/Cdn dollar	1.5887	1.5325	1.5366	1.4989	1.5225	1.4870	1.4801	1.4456	1.4713	1.5887	1.5225	1.4713	1.5429
average US/Cdn dollar	1.5726	1.5285	1.5503	1.5112	1.4991	1.4881	1.4597	1.4543	1.4772	1.5406	1.4754	1.4938	1.4725
as at peso/Cdn dollar	0.1714	0.1672	0.1663	0.1553	0.1592	0.1591	0.1579	0.1509	0.1533	0.1714	0.1592	0.1533	0.1538
average peso/Cdn dollar	0.1688	0.1676	0.1641	0.1581	0.1595	0.1559	0.1564	0.1532	0.1566	0.1646	0.1563	0.1553	0.1654

**Additional Bank Information**

Number of full-time equivalent employees													
Canada	27,241	27,325	27,206	27,075	26,881	26,627	25,973	25,747	25,517	27,241	26,799	25,517	25,786
United States	6,461	6,458	6,063	5,944	6,178	6,632	6,881	6,856	7,178	6,461	6,269	7,178	7,338
Other	140	164	165	168	141	148	149	182	149	140	132	149	276
Total	33,842	33,947	33,434	33,187	33,200	33,407	33,003	32,785	32,844	33,842	33,200	32,844	33,400
Number of bank branches													
Canada	960	953	953	969	983	1,000	1,034	1,043	1,042	960	983	1,042	1,065
United States	164	166	149	149	147	145	150	152	149	164	147	149	144
Other	5	5	5	5	5	5	5	5	7	5	5	7	7
Total	1,129	1,124	1,107	1,123	1,135	1,150	1,189	1,200	1,198	1,129	1,135	1,198	1,216
Number of automated banking machines (Canada)	1,982	1,982	1,982	1,983	1,987	1,984	2,013	2,023	2,039	1,982	1,987	2,039	2,069
Credit rating (1)	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-

(1) Composite of Standard &amp; Poor's and Moody's ratings on Senior Debt.

**TOTAL BANK CONSOLIDATED  
SUMMARY INCOME STATEMENT**

(\$ millions)

**As Reported**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998
Net interest income (TEB)	1,201	1,231	1,092	1,117	1,083	1,090	1,084	1,081	1,124	4,641	4,338	4,417	4,152
Other income	750	1,003	1,393	1,076	1,079	1,005	1,200	1,042	884	4,222	4,326	3,511	3,118
Total revenues (TEB)	1,951	2,234	2,485	2,193	2,162	2,095	2,284	2,123	2,008	8,863	8,664	7,928	7,270
Provision for credit losses	546	117	217	100	58	100	100	100	80	980	358	320	130
Net interest and other income	1,405	2,117	2,268	2,093	2,104	1,995	2,184	2,023	1,928	7,883	8,306	7,608	7,140
Non-interest expense	1,449	1,421	1,404	1,397	1,330	1,326	1,348	1,254	1,501	5,671	5,258	5,288	4,785
Income before taxes, non-controlling interest in subsidiaries and goodwill	(44)	696	864	696	774	669	836	769	427	2,212	3,048	2,320	2,355
Provision for income taxes (TEB)	(77)	227	233	260	270	252	322	279	153	643	1,123	874	938
Non-controlling interest in subsidiaries	14	11	10	7	6	4	5	4	4	42	19	21	25
Net Income before goodwill	19	458	621	429	498	413	509	486	270	1,527	1,906	1,425	1,392
Amortization of goodwill, net of income tax	15	14	14	13	13	12	12	12	12	56	49	43	42
Net Income	4	444	607	416	485	401	497	474	258	1,471	1,857	1,382	1,350

**Excluding Non-Recurring Items**

Net interest income (TEB)	1,201	1,231	1,092	1,117	1,083	1,090	1,084	1,081	1,124	4,641	4,338	4,417	4,152
Other income	928	1,003	1,104	1,032	1,072	986	1,112	930	939	4,067	4,100	3,539	3,118
Total revenues (TEB)	2,129	2,234	2,196	2,149	2,155	2,076	2,196	2,011	2,063	8,708	8,438	7,956	7,270
Provision for credit losses	546	117	117	100	100	100	100	100	80	880	400	320	130
Net interest and other income	1,583	2,117	2,079	2,049	2,055	1,976	2,096	1,911	1,983	7,828	8,038	7,636	7,140
Non-interest expense	1,449	1,421	1,404	1,397	1,373	1,326	1,348	1,254	1,360	5,671	5,301	5,147	4,785
Income before taxes, non-controlling interest in subsidiaries and goodwill	134	696	675	652	682	650	748	657	623	2,157	2,737	2,489	2,355
Provision for income taxes (TEB)	(4)	227	229	229	233	244	286	234	236	681	997	948	938
Non-controlling interest in subsidiaries	14	11	10	7	6	4	5	4	4	42	19	21	25
Net Income before goodwill	124	458	436	416	443	402	457	419	383	1,434	1,721	1,520	1,392
Amortization of goodwill, net of income tax	15	14	14	13	13	12	12	12	12	56	49	43	42
Net Income	109	444	422	403	430	390	445	407	371	1,378	1,672	1,477	1,350

**Net Income by Operating Group**

Expenses by group are matched against the revenues to which they relate. Indirect expenses, such as overhead expenses and any related revenues, are allocated to the operating groups using appropriate formulas applied on a consistent basis. For each currency, funds are transferred from any group with a surplus to any group with a shortfall at appropriate market rates for the currency and term. Segmentation of assets by geographic region is based upon the ultimate risk of the underlying assets. Segmentation of net income and numbers of full-time equivalent employees (FTE) are based upon the geographic location of the unit responsible for managing the related assets, liabilities, revenues and expenses. Prior period results have been restated to give effect to the current year's presentation and organization structure.

**NET INCOME BY OPERATING GROUP  
AND GEOGRAPHIC AREA**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
(\$ millions except as noted)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998
<b>Personal &amp; Commercial Client Group</b>													
Canada	155	170	153	169	175	179	173	221	136	647	748	529	N.A.
United States	29	25	21	23	26	22	19	20	24	98	87	79	N.A.
Other	13	21	13	12	14	13	14	14	12	59	55	41	N.A.
<b>Total</b>	<b>197</b>	<b>216</b>	<b>187</b>	<b>204</b>	<b>215</b>	<b>214</b>	<b>206</b>	<b>255</b>	<b>172</b>	<b>804</b>	<b>890</b>	<b>649</b>	<b>N.A.</b>
<b>Private Client Group</b>													
Canada	10	27	42	27	31	38	54	38	23	106	161	103	N.A.
United States	-	2	5	3	5	9	8	7	9	10	29	32	N.A.
Other	-	-	3	2	-	(3)	(2)	5	(1)	5	-	6	N.A.
<b>Total</b>	<b>10</b>	<b>29</b>	<b>50</b>	<b>32</b>	<b>36</b>	<b>44</b>	<b>60</b>	<b>50</b>	<b>31</b>	<b>121</b>	<b>190</b>	<b>141</b>	<b>N.A.</b>
<b>Investment Banking Group</b>													
Canada	(70)	64	46	83	69	74	67	51	125	123	261	217	N.A.
United States	(73)	89	120	59	76	54	75	66	56	195	271	332	N.A.
Other	27	14	21	22	13	8	23	27	5	84	71	94	N.A.
<b>Total</b>	<b>(116)</b>	<b>167</b>	<b>187</b>	<b>164</b>	<b>158</b>	<b>136</b>	<b>165</b>	<b>144</b>	<b>186</b>	<b>402</b>	<b>603</b>	<b>643</b>	<b>N.A.</b>
<b>Emfisys and Corporate Support</b>													
Canada	(53)	19	(18)	(37)	24	(34)	(14)	(24)	(129)	(89)	(48)	(191)	N.A.
United States	(35)	10	(43)	18	27	19	57	14	(22)	(50)	117	(8)	N.A.
Other	1	3	244	35	25	22	23	35	20	283	105	148	N.A.
<b>Total</b>	<b>(87)</b>	<b>32</b>	<b>183</b>	<b>16</b>	<b>76</b>	<b>7</b>	<b>66</b>	<b>25</b>	<b>(131)</b>	<b>144</b>	<b>174</b>	<b>(51)</b>	<b>N.A.</b>
<b>Total Consolidated</b>													
Canada	42	280	223	242	299	257	280	286	155	787	1,122	658	N.A.
United States	(79)	126	103	103	134	104	159	107	67	253	504	435	N.A.
Other	41	38	281	71	52	40	58	81	36	431	231	289	N.A.
<b>Total</b>	<b>4</b>	<b>444</b>	<b>607</b>	<b>416</b>	<b>485</b>	<b>401</b>	<b>497</b>	<b>474</b>	<b>258</b>	<b>1,471</b>	<b>1,857</b>	<b>1,382</b>	<b>N.A.</b>
U.S. to North America net income	100%+	30.7 %	31.6 %	29.9 %	31.1 %	28.6 %	36.3 %	27.2 %	30.1 %	24.4 %	31.0 %	39.8 %	N.A.
Outside Canada to total net income	(100)%+	36.7 %	63.2 %	41.8 %	38.5 %	35.6 %	43.8 %	39.7 %	39.8 %	46.5 %	39.6 %	52.4 %	N.A.
U.S. to total net income	(100)%+	28.1 %	17.0 %	24.8 %	27.8 %	25.8 %	32.1 %	22.5 %	25.9 %	17.2 %	27.2 %	31.5 %	N.A.

**NON-RECURRING ITEMS  
BY OPERATING GROUP**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
(\$ millions)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998
Personal and Commercial Client Group (1)	-	-	5	7	7	19	14	112	-	12	152	-	-
Investment Banking Group (2)	(178)	-	-	-	-	-	-	-	-	(178)	-	-	-
Emfisys and Corporate Support (3)	-	-	284	37	-	-	74	-	(56)	321	74	(29)	-
<b>Total other income</b>	<b>(178)</b>	<b>-</b>	<b>289</b>	<b>44</b>	<b>7</b>	<b>19</b>	<b>88</b>	<b>112</b>	<b>(55)</b>	<b>155</b>	<b>226</b>	<b>(28)</b>	<b>-</b>
Emfisys and Corporate Support (4)	-	-	100	-	(42)	-	-	-	-	100	(42)	-	-
<b>Total provision for credit losses</b>	<b>-</b>	<b>-</b>	<b>100</b>	<b>-</b>	<b>(42)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>100</b>	<b>(42)</b>	<b>-</b>	<b>-</b>
Emfisys and Corporate Support (5)	-	-	-	-	(43)	-	-	-	141	-	(43)	141	-
<b>Total non interest expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(43)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>141</b>	<b>-</b>	<b>(43)</b>	<b>141</b>	<b>-</b>
Personal and Commercial Client Group	-	-	1	2	2	8	6	45	-	3	61	-	-
Investment Banking Group (2)	(73)	-	-	-	-	-	-	-	-	(73)	-	-	-
Emfisys and Corporate Support (5)	-	-	3	29	35	-	30	-	(83)	32	65	(74)	-
<b>Total provision for income taxes</b>	<b>(73)</b>	<b>-</b>	<b>4</b>	<b>31</b>	<b>37</b>	<b>8</b>	<b>36</b>	<b>45</b>	<b>(83)</b>	<b>(38)</b>	<b>126</b>	<b>(74)</b>	<b>-</b>
Personal and Commercial Client Group	-	-	4	5	5	11	8	67	-	9	91	-	-
Investment Banking Group (2)	(105)	-	-	-	-	-	-	-	-	(105)	-	-	-
Emfisys and Corporate Support (6)	-	-	181	8	50	-	44	-	(114)	189	94	(96)	-
<b>Total Net Income Impact</b>	<b>(105)</b>	<b>-</b>	<b>185</b>	<b>13</b>	<b>55</b>	<b>11</b>	<b>52</b>	<b>67</b>	<b>(113)</b>	<b>93</b>	<b>185</b>	<b>(95)</b>	<b>-</b>

(1) Includes gains on Canadian branch sales from the second quarter of 2000 to the current quarter and the gain on sale of Partners First Holding LLC in the first quarter of 2000.

(2) Includes write-down of equity investments in Collateralized Bond Obligations (CBO) in the fourth quarter of 2001.

(3) Includes gains on sale of shares in Grupo Financiero Bancomer in the first and second quarter of 2001 and the gain on sale of Corporate Trust in the second quarter of 2000, securities writedowns in the fourth quarter of 1999 and gain on sale of Global Custody in the third quarter of 1999.

(4) Includes the increase in the general allowance in the second quarter of 2001 and the reversal of the country risk allowance in the fourth quarter of 2000.

(5) Includes the reversal of the 1999 restructuring charge in the fourth quarter of 2000 and the restructuring charge in the fourth quarter of 1999.

(6) Includes \$25MM adjustment for future tax assets to reflect proposed reductions in federal tax rates, in the first quarter of 2001.

**PERSONAL & COMMERCIAL CLIENT  
GROUP SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**As Reported**

Net interest income (TEB)	783	773	746	760	767	748	707	715	710	3,062	2,937	2,783	N.A.
Other income	311	335	303	307	322	335	314	405	281	1,256	1,376	1,119	N.A.
Total revenues (TEB)	1,094	1,108	1,049	1,067	1,089	1,083	1,021	1,120	991	4,318	4,313	3,902	N.A.
Provision for credit losses	80	64	63	60	59	59	58	59	22	267	235	165	N.A.
Net interest and other income	1,014	1,044	986	1,007	1,030	1,024	963	1,061	969	4,051	4,078	3,737	N.A.
Non-interest expense	678	678	668	659	659	653	606	627	659	2,683	2,545	2,569	N.A.
Income before taxes, non-controlling interest in subsidiaries and goodwill	336	366	318	348	371	371	357	434	310	1,368	1,533	1,168	N.A.
Provision for income taxes (TEB)	132	145	125	139	152	153	147	174	126	541	626	470	N.A.
Non-controlling interest in subsidiaries	1	(1)	-	-	-	(1)	-	-	-	-	(1)	-	N.A.
Net Income before goodwill	203	222	193	209	219	219	210	260	184	827	908	698	N.A.
Amortization of goodwill, net of income tax	6	6	6	5	4	5	4	5	12	23	18	49	N.A.
Net Income	197	216	187	204	215	214	206	255	172	804	890	649	N.A.
Cash-based net income	212	228	198	215	224	224	214	264	184	853	926	700	N.A.
Net economic profit	114	140	113	126	137	136	127	166	79	493	566	301	N.A.
Cash-based return on equity	24.4 %	29.2 %	26.0 %	27.5 %	30.0 %	30.2 %	29.3 %	32.8 %	20.0 %	26.7 %	30.6 %	19.2 %	N.A.
Average net interest margin	3.13 %	3.21 %	3.23 %	3.20 %	3.27 %	3.21 %	3.16 %	3.16 %	3.19 %	3.19 %	3.20 %	3.23 %	N.A.
Average net interest margin on earning assets	3.25 %	3.33 %	3.35 %	3.32 %	3.38 %	3.33 %	3.27 %	3.27 %	3.29 %	3.31 %	3.31 %	3.34 %	N.A.
Non-interest expense-to-revenue ratio	62.0 %	61.2 %	63.7 %	61.8 %	60.5 %	60.2 %	59.3 %	56.1 %	66.5 %	62.1 %	59.0 %	65.8 %	N.A.
Average common equity	3,269	2,954	2,971	2,959	2,817	2,798	2,827	3,066	3,442	3,039	2,877	3,403	N.A.
Average assets	99,193	95,610	94,696	94,098	93,337	92,504	91,001	89,868	88,352	95,909	91,680	86,246	N.A.
Average earning assets	95,458	92,133	91,221	90,772	90,281	89,364	87,960	86,905	85,561	92,406	88,631	83,411	N.A.
Average current loans excl. securities purchased under resale agreements	89,933	87,275	86,392	85,993	85,535	84,777	83,562	82,296	80,938	87,407	84,045	78,888	N.A.
Securities purchased under resale agreements	-	-	-	-	-	11	11	10	9	-	8	8	N.A.
Average deposits	48,941	45,298	43,999	43,796	43,267	42,720	41,599	42,201	42,334	45,521	42,451	41,859	N.A.
Total as at risk-weighted assets	61,814	59,444	58,590	57,825	58,376	56,580	56,620	50,634	49,079	61,814	58,376	49,079	N.A.
Assets under administration	11,756	10,678	10,110	9,843	10,483	8,891	8,105	8,120	8,169	11,756	10,483	8,169	N.A.
Assets under management	486	-	-	-	-	-	-	-	-	486	-	-	N.A.
Full-time equivalent employees	18,479	18,285	18,190	18,039	18,426	18,318	17,891	17,795	17,884	18,479	18,426	17,884	N.A.

**Excluding Non-Recurring Items**

Net interest income (TEB)	783	773	746	760	767	748	707	715	710	3,062	2,937	2,783	N.A.
Other income	311	335	298	300	315	316	300	293	281	1,244	1,224	1,119	N.A.
Total revenues (TEB)	1,094	1,108	1,044	1,060	1,082	1,064	1,007	1,008	991	4,306	4,161	3,902	N.A.
Provision for credit losses	80	64	63	60	59	59	58	59	22	267	235	165	N.A.
Net interest and other income	1,014	1,044	981	1,000	1,023	1,005	949	949	969	4,039	3,926	3,737	N.A.
Non-interest expense	678	678	668	659	659	653	606	627	659	2,683	2,545	2,569	N.A.
Income before taxes, non-controlling interest in subsidiaries and goodwill	336	366	313	341	364	352	343	322	310	1,356	1,381	1,168	N.A.
Provision for income taxes (TEB)	132	145	124	137	150	145	141	129	126	538	565	470	N.A.
Non-controlling interest in subsidiaries	1	(1)	-	-	-	(1)	-	-	-	-	(1)	-	N.A.
Net Income before goodwill	203	222	189	204	214	208	202	193	184	818	817	698	N.A.
Amortization of goodwill, net of income tax	6	6	6	5	4	5	4	5	12	23	18	49	N.A.
Net Income	197	216	183	199	210	203	198	188	172	795	799	649	N.A.
Cash-based net income	212	228	194	210	219	213	206	197	184	844	835	700	N.A.
Cash-based return on equity	24.4 %	29.2 %	25.5 %	26.7 %	29.3 %	28.6 %	28.2 %	24.1 %	20.0 %	26.4 %	27.5 %	19.2 %	N.A.
Non-interest expense-to-revenue ratio	62.0 %	61.2 %	64.0 %	62.2 %	60.9 %	61.3 %	60.1 %	62.3 %	66.5 %	62.3 %	61.1 %	65.8 %	N.A.

**PRIVATE CLIENT GROUP  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**As Reported**

Net interest income (TEB)	131	127	132	141	133	136	124	112	103	531	505	408	N.A.
Other income	229	237	260	240	258	243	314	244	249	966	1,059	851	N.A.
Total revenues (TEB)	360	364	392	381	391	379	438	356	352	1,497	1,564	1,259	N.A.
Provision for credit losses	1	-	1	-	-	1	-	-	-	2	1	-	N.A.
Net interest and other income	359	364	391	381	391	378	438	356	352	1,495	1,563	1,259	N.A.
Non-interest expense	336	310	305	322	322	295	327	268	291	1,273	1,212	997	N.A.
Income before taxes and goodwill	23	54	86	59	69	83	111	88	61	222	351	262	N.A.
Provision for income taxes (TEB)	10	23	33	25	31	37	49	36	27	91	153	112	N.A.
Net Income before goodwill	13	31	53	34	38	46	62	52	34	131	198	150	N.A.
Amortization of goodwill, net of income tax	3	2	3	2	2	2	2	2	3	10	8	9	N.A.
Net Income	10	29	50	32	36	44	60	50	31	121	190	141	N.A.
Cash-based net income	18	35	58	38	40	48	64	52	34	149	204	150	N.A.
Net economic profit	(5)	12	35	17	22	31	47	38	21	59	138	99	N.A.
Cash-based return on equity	8.1 %	16.4 %	27.7 %	18.9 %	24.1 %	32.0 %	44.9 %	42.2 %	28.8 %	17.7 %	35.1 %	31.7 %	N.A.
Average net interest margin	10.48 %	9.51 %	10.04 %	9.78 %	10.17 %	11.89 %	12.27 %	13.48 %	11.42 %	9.94 %	11.76 %	12.52 %	N.A.
Average net interest margin on earning assets	12.48 %	11.44 %	12.07 %	11.90 %	11.93 %	13.80 %	14.28 %	14.11 %	13.36 %	11.96 %	13.42 %	13.78 %	N.A.
Non-interest expense-to-revenue ratio	93.4 %	84.8 %	78.0 %	84.6 %	82.4 %	77.9 %	74.5 %	75.3 %	82.8 %	85.0 %	77.5 %	79.2 %	N.A.
Average common equity	832	829	835	788	655	582	568	482	456	821	572	463	N.A.
Average assets	4,956	5,309	5,401	5,715	5,190	4,553	4,121	3,298	3,590	5,345	4,291	3,258	N.A.
Average earning assets	4,162	4,412	4,492	4,697	4,423	3,921	3,542	3,150	3,070	4,441	3,760	2,961	N.A.
Average current loans excl. securities purchased under resale agreements	3,246	3,461	3,468	3,561	3,441	3,070	2,762	2,416	2,355	3,435	2,924	2,237	N.A.
Securities purchased under resale agreements	(1)	-	-	172	58	-	-	-	-	42	14	-	N.A.
Average deposits	39,432	39,832	40,387	39,841	39,308	38,687	38,839	36,501	34,611	39,869	38,331	33,829	N.A.
Total as at risk-weighted assets	4,420	4,720	4,583	4,679	4,855	4,025	4,358	3,176	2,812	4,420	4,855	2,812	N.A.
Assets under administration	130,548	130,666	129,202	128,242	130,937	121,398	118,540	107,167	101,953	130,548	130,937	101,953	N.A.
Assets under management	72,980	73,567	70,932	69,289	69,353	67,087	68,992	63,998	60,820	72,980	69,353	60,820	N.A.
Full-time equivalent employees	5,127	4,994	5,041	4,952	4,735	4,608	4,527	4,332	4,226	5,127	4,735	4,226	N.A.

**Excluding Non-Recurring Items**

Net interest income (TEB)	131	127	132	141	133	136	124	112	103	531	505	408	N.A.
Other income	229	237	260	240	258	243	314	244	249	966	1,059	851	N.A.
Total revenues (TEB)	360	364	392	381	391	379	438	356	352	1,497	1,564	1,259	N.A.
Provision for credit losses	1	-	1	-	-	1	-	-	-	2	1	-	N.A.
Net interest and other income	359	364	391	381	391	378	438	356	352	1,495	1,563	1,259	N.A.
Non-interest expense	336	310	305	322	322	295	327	268	291	1,273	1,212	997	N.A.
Income before taxes and goodwill	23	54	86	59	69	83	111	88	61	222	351	262	N.A.
Provision for income taxes (TEB)	10	23	33	25	31	37	49	36	27	91	153	112	N.A.
Net Income before goodwill	13	31	53	34	38	46	62	52	34	131	198	150	N.A.
Amortization of goodwill, net of income tax	3	2	3	2	2	2	2	2	3	10	8	9	N.A.
Net Income	10	29	50	32	36	44	60	50	31	121	190	141	N.A.
Cash-based net income	18	35	58	38	40	48	64	52	34	149	204	150	N.A.
Cash-based return on equity	8.1 %	16.4 %	27.7 %	18.9 %	24.1 %	32.0 %	44.9 %	42.2 %	28.8 %	17.7 %	35.1 %	31.7 %	N.A.
Non-interest expense-to-revenue ratio	93.4 %	84.8 %	78.0 %	84.6 %	82.4 %	77.9 %	74.5 %	75.3 %	82.8 %	85.0 %	77.5 %	79.2 %	N.A.

**INVESTMENT BANKING GROUP  
SUMMARY INCOME  
STATEMENT AND HIGHLIGHTS**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**As Reported**

Net interest income (TEB)	338	360	294	268	254	263	294	287	327	1,260	1,098	1,282	N.A.
Other income	97	283	375	365	340	274	343	254	262	1,120	1,211	1,010	N.A.
Total revenues (TEB)	435	643	669	633	594	537	637	541	589	2,380	2,309	2,292	N.A.
Provision for credit losses	380	57	60	41	38	37	40	36	(26)	538	151	79	N.A.
Net interest and other income	55	586	609	592	556	500	597	505	615	1,842	2,158	2,213	N.A.
Non-interest expense	269	323	315	320	287	283	322	276	285	1,227	1,168	1,134	N.A.
Income before taxes and goodwill	(214)	263	294	272	269	217	275	229	330	615	990	1,079	N.A.
Provision for income taxes (TEB)	(100)	94	106	106	109	79	109	83	142	206	380	429	N.A.
Net Income before goodwill	(114)	169	188	166	160	138	166	146	188	409	610	650	N.A.
Amortization of goodwill, net of income tax	2	2	1	2	2	2	1	2	2	7	7	7	N.A.
Net Income	(116)	167	187	164	158	136	165	144	186	402	603	643	N.A.
Cash-based net income	(114)	169	188	166	160	138	167	145	188	409	610	650	N.A.
Net economic profit	(243)	42	62	44	34	13	42	17	57	(95)	106	150	N.A.
Cash-based return on equity	(11.7)%	14.4 %	16.3 %	14.8 %	14.1 %	12.0 %	15.4 %	13.0 %	16.4 %	8.3 %	13.6 %	13.9 %	N.A.
Average net interest margin	0.95 %	1.07 %	0.81 %	0.74 %	0.72 %	0.74 %	0.87 %	0.83 %	0.96 %	0.89 %	0.79 %	0.93 %	N.A.
Average net interest margin on earning assets	1.26 %	1.33 %	1.01 %	0.92 %	0.88 %	0.88 %	1.00 %	0.95 %	1.10 %	1.13 %	0.93 %	1.07 %	N.A.
Non-interest expense-to-revenue ratio	62.1 %	50.2 %	47.0 %	50.6 %	48.4 %	52.7 %	50.5 %	51.0 %	48.5 %	51.6 %	50.6 %	49.5 %	N.A.
Average common equity	4,351	4,244	4,370	4,070	4,057	4,034	3,989	3,967	4,181	4,258	4,012	4,223	N.A.
Average assets	141,024	133,129	148,061	144,733	139,778	142,416	138,491	137,561	134,395	141,685	139,567	137,455	N.A.
Average earning assets	106,653	107,285	118,858	115,219	114,856	119,339	119,205	119,743	117,872	111,947	118,281	120,136	N.A.
Average current loans excl. securities purchased under resale agreements	35,033	34,725	37,508	37,417	37,520	38,843	38,262	38,682	39,210	36,160	38,325	35,084	N.A.
Securities purchased under resale agreements	18,807	19,028	25,824	18,976	17,395	19,066	22,020	22,393	22,419	20,616	20,210	29,259	N.A.
Average deposits	52,606	53,187	58,412	62,305	62,286	66,714	65,897	69,547	63,461	56,613	66,112	63,782	N.A.
Total as at risk-weighted assets	66,366	65,666	67,570	70,436	72,497	74,538	83,014	83,698	84,116	66,366	72,497	84,116	N.A.
Assets under administration	2,207	2,458	3,072	3,762	4,344	4,144	4,178	3,705	4,102	2,207	4,344	4,102	N.A.
Assets under management	16,485	14,923	13,508	12,276	11,404	9,147	8,323	6,212	2,907	16,485	11,404	2,907	N.A.
Full-time equivalent employees	2,163	2,141	2,096	2,140	2,117	2,113	2,091	2,106	2,105	2,163	2,117	2,105	N.A.

**Excluding Non-Recurring Items**

Net interest income (TEB)	338	360	294	268	254	263	294	287	327	1,260	1,098	1,282	N.A.
Other income	275	283	375	365	340	274	343	254	262	1,298	1,211	1,010	N.A.
Total revenues (TEB)	613	643	669	633	594	537	637	541	589	2,558	2,309	2,292	N.A.
Provision for credit losses	380	57	60	41	38	37	40	36	(26)	538	151	79	N.A.
Net interest and other income	233	586	609	592	556	500	597	505	615	2,020	2,158	2,213	N.A.
Non-interest expense	269	323	315	320	287	283	322	276	285	1,227	1,168	1,134	N.A.
Income before taxes and goodwill	(36)	263	294	272	269	217	275	229	330	793	990	1,079	N.A.
Provision for income taxes (TEB)	(27)	94	106	106	109	79	109	83	142	279	380	429	N.A.
Net Income before goodwill	(9)	169	188	166	160	138	166	146	188	514	610	650	N.A.
Amortization of goodwill, net of income tax	2	2	1	2	2	2	1	2	2	7	7	7	N.A.
Net Income	(11)	167	187	164	158	136	165	144	186	507	603	643	N.A.
Cash-based net income	(9)	169	188	166	160	138	167	145	188	514	610	650	N.A.
Cash-based return on equity	(2.2)%	14.4 %	16.3 %	14.8 %	14.1 %	12.0 %	15.4 %	13.0 %	16.4 %	10.7 %	13.6 %	13.9 %	N.A.
Non-interest expense-to-revenue ratio	44.1 %	50.2 %	47.0 %	50.6 %	48.4 %	52.7 %	50.5 %	51.0 %	48.5 %	48.0 %	50.6 %	49.5 %	N.A.

**EMFISYS & CORPORATE SUPPORT  
SUMMARY INCOME**

**STATEMENT AND HIGHLIGHTS**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
(\$ millions)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**As Reported**

Net interest income (TEB)	(51)	(29)	(80)	(52)	(71)	(57)	(41)	(33)	(16)	(212)	(202)	(56)	N.A.
Other income	113	148	455	164	159	153	229	139	92	880	680	531	N.A.
Total revenues (TEB)	62	119	375	112	88	96	188	106	76	668	478	475	N.A.
Provision for credit losses	85	(4)	93	(1)	(39)	3	2	5	84	173	(29)	76	N.A.
Net interest and other income	(23)	123	282	113	127	93	186	101	(8)	495	507	399	N.A.
Non-interest expense	166	110	116	96	62	95	93	83	266	488	333	588	N.A.
Income before taxes, non-controlling interest in subsidiaries and goodwill	(189)	13	166	17	65	(2)	93	18	(274)	7	174	(189)	N.A.
Provision for income taxes (TEB)	(119)	(35)	(31)	(10)	(22)	(17)	17	(14)	(142)	(195)	(36)	(137)	N.A.
Non-controlling interest in subsidiaries	13	12	10	7	6	5	5	4	4	42	20	21	N.A.
Net Income before goodwill	(83)	36	187	20	81	10	71	28	(136)	160	190	(73)	N.A.
Amortization of goodwill, net of income tax	4	4	4	4	5	3	5	3	(5)	16	16	(22)	N.A.
Net Income	(87)	32	183	16	76	7	66	25	(131)	144	174	(51)	N.A.
Cash-based net income	(84)	37	188	21	80	10	71	30	(131)	161	191	(51)	N.A.
Average common equity	1,669	1,952	2,009	2,301	2,380	2,584	2,314	1,860	1,263	1,982	2,284	886	N.A.
Average assets	584	(7)	(92)	737	(602)	(985)	(259)	(532)	(1,016)	309	(594)	(245)	N.A.
Average earning assets	(5,609)	(5,772)	(6,346)	(5,661)	(6,839)	(6,738)	(6,579)	(6,524)	(6,840)	(5,843)	(6,670)	(6,201)	N.A.
Average current loans excl. securities purchased under resale agreements	(8,128)	(8,380)	(9,465)	(9,866)	(10,205)	(10,248)	(9,769)	(9,819)	(10,280)	(8,957)	(9,990)	(9,759)	N.A.
Securities purchased under resale agreements	-	-	-	768	311	(11)	(11)	(9)	(9)	194	70	216	N.A.
Average deposits	13,522	12,859	13,246	13,501	12,689	12,967	12,948	11,603	12,045	13,282	12,550	11,191	N.A.
Assets under administration - Other	85,858	78,680	73,167	73,025	74,240	70,435	72,019	70,586	53,692	85,858	74,240	53,692	N.A.
Full-time equivalent employees	8,073	8,527	8,107	8,056	7,922	8,368	8,494	8,552	8,629	8,073	7,922	8,629	N.A.

**Excluding Non-Recurring Items**

Net interest income (TEB)	(51)	(29)	(80)	(52)	(71)	(57)	(41)	(33)	(16)	(212)	(202)	(56)	N.A.
Other income	113	148	171	127	159	153	155	139	148	559	606	560	N.A.
Total revenues (TEB)	62	119	91	75	88	96	114	106	132	347	404	504	N.A.
Provision for credit losses	85	(4)	(7)	(1)	3	3	2	5	84	73	13	76	N.A.
Net interest and other income	(23)	123	98	76	85	93	112	101	48	274	391	428	N.A.
Non-interest expense	166	110	116	96	105	95	93	83	125	488	376	447	N.A.
Income before taxes, non-controlling interest in subsidiaries and goodwill	(189)	13	(18)	(20)	(20)	(2)	19	18	(77)	(214)	15	(19)	N.A.
Provision for income taxes (TEB)	(119)	(35)	(34)	(39)	(57)	(17)	(13)	(14)	(59)	(227)	(101)	(63)	N.A.
Non-controlling interest in subsidiaries	13	12	10	7	6	5	5	4	4	42	20	21	N.A.
Net Income before goodwill	(83)	36	6	12	31	10	27	28	(22)	(29)	96	23	N.A.
Amortization of goodwill, net of income tax	4	4	4	4	5	3	5	3	(5)	16	16	(22)	N.A.
Net Income	(87)	32	2	8	26	7	22	25	(17)	(45)	80	45	N.A.
Cash-based net income	(84)	37	7	13	30	10	27	30	(17)	(28)	97	45	N.A.

**Bancomer/Mexico Group Results (included above)**

Net interest income (TEB)	1	2	2	1	2	4	24	34	19	6	64	119	N.A.
Other income	-	(1)	285	37	-	1	-	-	-	321	1	-	N.A.
Total revenues	1	1	287	38	2	5	24	34	19	327	65	119	N.A.
Non-interest expense	1	1	1	1	2	2	2	1	2	4	7	7	N.A.
Income taxes (TEB)	(1)	(1)	45	4	-	-	1	1	-	49	2	2	N.A.
Net Income	1	(1)	241	33	-	3	21	32	17	274	56	110	N.A.
Net book value of equity investment	-	-	-	538	658	658	678	628	607	-	658	607	N.A.
Unrealized losses on translation of net investment	-	-	-	79	96	96	67	95	85	-	96	85	N.A.
Cost base	-	-	-	617	754	754	745	723	692	-	754	692	N.A.

**HARRIS BANK (LEGAL ENTITY)**
**SUMMARY INCOME**
**STATEMENT AND HIGHLIGHTS**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
(\$ millions)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998
<b>(U.S. GAAP/\$U.S.)</b>													
Net interest income (TEB)	204	194	184	178	175	173	173	173	167	760	694	642	626
Other income	120	108	113	163	108	110	156	115	121	504	489	485	448
Total revenues (TEB)	324	302	297	341	283	283	329	288	288	1,264	1,183	1,127	1,074
Provision for credit losses	153	26	16	13	8	7	7	5	7	208	27	30	36
Net interest and other income	171	276	281	328	275	276	322	283	281	1,056	1,156	1,097	1,038
Non-interest expense	196	175	178	174	171	175	178	189	189	723	713	738	703
Income before taxes, non-controlling interest in subsidiaries and goodwill	(25)	101	103	154	104	101	144	94	92	333	443	359	335
Provision for income taxes (TEB)	(10)	35	35	55	37	37	53	32	30	115	159	123	121
Net Income before goodwill	(15)	66	68	99	67	64	91	62	62	218	284	236	214
Amortization of goodwill, net of income tax	5	4	4	4	4	4	4	4	4	17	16	16	17
Net Income	(20)	62	64	95	63	60	87	58	58	201	268	220	197
Net Income consists of:													
Personal & Commercial Client Group	20	20	15	18	18	17	14	15	16	73	64	60	N.A.
Private Client Group	7	6	7	3	5	6	5	6	6	23	22	22	N.A.
Investment Banking Group	(40)	29	37	32	30	30	30	29	31	58	119	120	N.A.
Emfisys & Corporate Support	(7)	7	5	42	10	7	38	8	5	47	63	18	N.A.
Average assets	28,906	28,390	28,456	28,947	28,374	28,104	27,398	26,937	25,706	28,677	27,705	25,260	22,795
Average Assets consists of:													
Personal & Commercial Client Group	10,693	9,465	9,153	8,928	8,548	8,359	8,150	8,137	8,005	9,563	8,299	7,902	N.A.
Private Client Group	1,577	1,650	1,516	1,460	1,357	1,303	1,283	1,255	1,226	1,551	1,300	1,160	N.A.
Investment Banking Group	13,188	14,012	14,423	15,246	15,144	14,941	14,498	13,970	12,823	14,216	14,639	12,559	N.A.
Emfisys & Corporate Support	3,448	3,263	3,364	3,313	3,325	3,501	3,467	3,575	3,652	3,347	3,467	3,639	N.A.
<b>(CANADIAN GAAP/\$CDN.)</b>													
Net interest income (TEB)	324	300	288	274	264	262	255	253	249	1,186	1,034	973	950
Other income	189	162	174	243	161	159	227	164	175	768	711	718	640
Total revenues (TEB)	513	462	462	517	425	421	482	417	424	1,954	1,745	1,691	1,590
Provision for credit losses	240	36	37	14	8	9	10	13	10	327	40	46	55
Net interest and other income	273	426	425	503	417	412	472	404	414	1,627	1,705	1,645	1,535
Non-interest expense	315	270	277	265	257	261	259	273	278	1,127	1,050	1,106	1,048
Income before taxes, non-controlling interest in subsidiaries and goodwill	(42)	156	148	238	160	151	213	131	136	500	655	539	487
Provision for income taxes (TEB)	(14)	55	50	87	57	55	79	45	44	178	236	187	177
Non-controlling interest in subsidiaries	4	5	4	4	4	4	4	4	5	17	16	17	11
Net Income before goodwill	(32)	96	94	147	99	92	130	82	87	305	403	335	299
Amortization of goodwill, net of income tax	4	5	5	4	5	4	5	4	4	18	18	17	17
Net Income	(36)	91	89	143	94	88	125	78	83	287	385	318	282
Net Income consists of:													
Personal & Commercial Client Group	28	25	20	23	23	19	17	18	18	96	77	76	N.A.
Private Client Group	11	9	10	5	7	10	7	8	9	35	32	33	N.A.
Investment Banking Group	(65)	50	49	51	44	45	43	39	46	85	171	201	N.A.
Emfisys & Corporate Support	(10)	7	10	64	20	14	58	13	10	71	105	8	N.A.
Average assets	45,417	43,165	43,867	43,568	42,479	41,567	39,889	38,977	37,671	44,005	40,732	37,285	33,142
Average loans	24,784	23,787	23,860	23,735	22,950	22,355	21,409	20,906	20,261	24,043	21,908	20,274	18,798
Average loans consists of:													
Personal & Commercial Client Group	11,448	9,985	9,778	9,205	8,721	8,332	8,021	7,838	7,785	10,107	8,229	7,725	N.A.
Private Client Group	2,243	2,250	2,100	2,003	1,858	1,757	1,701	1,643	1,605	2,149	1,740	1,521	N.A.
Investment Banking Group	10,639	11,305	12,058	12,479	12,344	12,151	11,505	11,195	10,660	11,617	11,800	10,579	N.A.
Emfisys & Corporate Support	454	247	(76)	48	27	115	182	230	211	170	139	449	N.A.
Net book value	3,575	3,612	3,367	3,262	3,270	3,233	3,195	3,021	3,026	3,575	3,270	3,026	N.A.

**OTHER INCOME AND TRADING REVENUE**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998
<b>Other Income</b>													
Deposit & payment service charges	175	170	164	161	161	162	159	164	165	670	646	616	558
Lending fees	88	85	96	83	85	85	72	80	91	352	322	329	290
Capital markets fees													
Securities commissions and fees	165	179	210	188	199	192	273	195	195	742	859	666	657
Underwriting fees	70	64	60	40	68	45	68	29	70	234	210	175	212
<b>Total capital markets fees</b>	<b>235</b>	<b>243</b>	<b>270</b>	<b>228</b>	<b>267</b>	<b>237</b>	<b>341</b>	<b>224</b>	<b>265</b>	<b>976</b>	<b>1,069</b>	<b>841</b>	<b>869</b>
Card services	50	59	44	51	57	59	47	53	55	204	216	205	196
Investment management & custodial fees	87	85	82	82	77	92	100	104	103	336	373	419	407
Mutual fund revenues	70	61	61	59	61	62	57	52	60	251	232	207	199
Trading revenues	75	91	158	166	121	50	140	77	52	490	388	295	40
Securitization revenues	71	78	97	85	109	83	81	70	84	331	343	296	158
Other fees and commissions													
Revenues from insurance related activities	29	45	24	27	25	24	24	23	21	125	96	73	62
Gain/(loss) on disposal of premises and equipment	(10)	(5)	6	(2)	(7)	(2)	(1)	1	(1)	(11)	(9)	(1)	7
Foreign exchange revenue other than trading	28	32	31	36	35	37	38	36	36	127	146	133	103
Investment securities gains/losses	(223)	2	290	54	28	41	(1)	115	(77)	123	183	(85)	97
Gain on sale of discontinued businesses	-	-	5	7	7	19	88	-	-	12	114	27	-
Other	75	57	65	39	53	56	55	43	30	236	207	156	132
<b>Total other fees and commissions</b>	<b>(101)</b>	<b>131</b>	<b>421</b>	<b>161</b>	<b>141</b>	<b>175</b>	<b>203</b>	<b>218</b>	<b>9</b>	<b>612</b>	<b>737</b>	<b>303</b>	<b>401</b>
<b>Total Other Income</b>	<b>750</b>	<b>1,003</b>	<b>1,393</b>	<b>1,076</b>	<b>1,079</b>	<b>1,005</b>	<b>1,200</b>	<b>1,042</b>	<b>884</b>	<b>4,222</b>	<b>4,326</b>	<b>3,511</b>	<b>3,118</b>
<b>Other income to total revenue</b>	<b>38.4 %</b>	<b>44.9 %</b>	<b>56.1 %</b>	<b>49.1 %</b>	<b>49.9 %</b>	<b>48.0 %</b>	<b>52.5 %</b>	<b>49.1 %</b>	<b>44.0 %</b>	<b>47.6 %</b>	<b>49.9 %</b>	<b>44.3 %</b>	<b>42.9 %</b>

**Interest and Non-Interest Trading Revenue**

Interest rates	55	49	82	55	35	50	59	34	39	241	178	154	85
Foreign exchange	26	28	39	33	32	26	26	28	24	126	112	118	114
Equities	25	20	30	43	39	28	71	27	13	118	165	50	(70)
Other	25	27	28	40	13	(27)	2	10	5	120	(2)	90	4
<b>Total</b>	<b>131</b>	<b>124</b>	<b>179</b>	<b>171</b>	<b>119</b>	<b>77</b>	<b>158</b>	<b>99</b>	<b>81</b>	<b>605</b>	<b>453</b>	<b>412</b>	<b>133</b>
Reported as:													
Net interest income	56	33	21	5	(2)	27	18	22	29	115	65	117	93
Other income - Trading revenues	75	91	158	166	121	50	140	77	52	490	388	295	40
<b>Total</b>	<b>131</b>	<b>124</b>	<b>179</b>	<b>171</b>	<b>119</b>	<b>77</b>	<b>158</b>	<b>99</b>	<b>81</b>	<b>605</b>	<b>453</b>	<b>412</b>	<b>133</b>

Trading revenues include interest earned on trading securities and other cash instruments held in trading portfolios, less funding costs associated with trading-related derivatives and cash instruments, and realized and unrealized gains and losses on trading securities, other cash instruments, derivatives and foreign exchange activities.

Interest Rates includes Canadian Government Securities, Corporate debt Instruments and Interest Rate derivatives.

Foreign Exchange includes Foreign Exchange Spot and foreign exchange derivative contracts.

Equities includes Institutional Equities, Equity Derivatives and Proprietary Trading.

Other includes commodities, managed futures, credit investment management, Harris Trading and Global Distribution loan trading and sales.

<b>NON-INTEREST EXPENSES</b>	<b>2001</b>	<b>2001</b>	<b>2001</b>	<b>2001</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>1999</b>	<b>Fiscal</b>	<b>Fiscal</b>	<b>Fiscal</b>	<b>Fiscal</b>
(\$ millions)	<b>Q4</b>	<b>Q3</b>	<b>Q2</b>	<b>Q1</b>	<b>Q4</b>	<b>Q3</b>	<b>Q2</b>	<b>Q1</b>	<b>Q4</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>

**Non-interest Expenses**

Salaries	683	735	730	709	712	698	735	655	685	2,857	2,800	2,532	2,370
Employee benefits	77	87	97	94	50	66	70	79	64	355	265	288	204
<b>Total salaries and employee benefits</b>	<b>760</b>	<b>822</b>	<b>827</b>	<b>803</b>	<b>762</b>	<b>764</b>	<b>805</b>	<b>734</b>	<b>749</b>	<b>3,212</b>	<b>3,065</b>	<b>2,820</b>	<b>2,574</b>
Premises and equipment													
Rental of real estate	35	36	32	31	34	35	33	28	41	134	130	145	147
Premises, furniture and fixtures	75	75	70	69	70	66	67	69	73	289	272	275	256
Property taxes	18	12	10	12	13	12	14	8	9	52	47	52	51
Computer and equipment	191	165	162	160	155	157	158	152	172	678	622	651	518
<b>Total premises and equipment</b>	<b>319</b>	<b>288</b>	<b>274</b>	<b>272</b>	<b>272</b>	<b>270</b>	<b>272</b>	<b>257</b>	<b>295</b>	<b>1,153</b>	<b>1,071</b>	<b>1,123</b>	<b>972</b>
Communications	46	46	49	53	64	66	64	65	72	194	259	268	266
Other													
Business and capital taxes	28	26	24	25	23	28	30	29	30	103	110	129	134
Professional fees	90	61	64	73	115	81	75	64	111	288	335	343	320
Travel and business development	72	59	56	61	78	60	46	52	60	248	236	227	234
Other (1)	122	108	100	100	52	51	50	49	38	430	202	216	261
<b>Total other</b>	<b>312</b>	<b>254</b>	<b>244</b>	<b>259</b>	<b>268</b>	<b>220</b>	<b>201</b>	<b>194</b>	<b>239</b>	<b>1,069</b>	<b>883</b>	<b>915</b>	<b>949</b>
Non-interest expense before amortization of intangibles and other charges	1,437	1,410	1,394	1,387	1,366	1,320	1,342	1,250	1,355	5,628	5,278	5,126	4,761
Amortization of intangible assets	12	11	10	10	7	6	6	4	5	43	23	21	24
<b>Total non-interest expense before restructuring</b>	<b>1,449</b>	<b>1,421</b>	<b>1,404</b>	<b>1,397</b>	<b>1,373</b>	<b>1,326</b>	<b>1,348</b>	<b>1,254</b>	<b>1,360</b>	<b>5,671</b>	<b>5,301</b>	<b>5,147</b>	<b>4,785</b>
Restructuring charge (reversal)	-	-	-	-	(43)	-	-	-	141	-	(43)	141	-
<b>Total Non-Interest Expenses</b>	<b>1,449</b>	<b>1,421</b>	<b>1,404</b>	<b>1,397</b>	<b>1,330</b>	<b>1,326</b>	<b>1,348</b>	<b>1,254</b>	<b>1,501</b>	<b>5,671</b>	<b>5,258</b>	<b>5,288</b>	<b>4,785</b>

(1) Processing fees paid to Symcor are included in Other, effective in the first quarter of 2001.

**EXPENSE GROWTH ANALYSIS**  
**(excluding non-recurring items)**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**Year-over-Year Expense Growth**

Revenue-driven compensation	(46)	17	(21)	40	(3)	60	106	N.A.	N.A.	(10)	227	77	(42)
Currency translation effect	17	9	20	12	2	1	(8)	N.A.	N.A.	58	(23)	19	86
Acquired businesses	26	4	9	23	15	8	10	N.A.	N.A.	62	33	-	-
New benefits accounting	18	17	17	17	-	-	-	N.A.	N.A.	69	-	-	-
Disposed businesses	(3)	(8)	(15)	(19)	(22)	(19)	(4)	N.A.	N.A.	(45)	(48)	(39)	(14)
BMO Nesbitt Burns additional month	-	-	-	-	(72)	-	-	N.A.	N.A.	-	(72)	72	-
Other changes	64	56	46	70	93	(8)	(27)	N.A.	N.A.	236	37	233	263
<b>Total Non-interest expenses excluding non-recurring items</b>	<b>76</b>	<b>95</b>	<b>56</b>	<b>143</b>	<b>13</b>	<b>42</b>	<b>77</b>	<b>N.A.</b>	<b>N.A.</b>	<b>370</b>	<b>154</b>	<b>362</b>	<b>293</b>

**Contribution to Year-over-Year Expense Growth**

Revenue-driven compensation	(3.4)%	1.3 %	(1.5)%	3.2 %	(0.2)%	4.7 %	8.4 %	N.A.	N.A.	(0.2)%	4.4 %	1.6 %	(0.9)%
Currency translation effect	1.2 %	0.6 %	1.5 %	1.0 %	0.1 %	0.0 %	(0.6)%	N.A.	N.A.	1.1 %	(0.5)%	0.4 %	1.9 %
Acquired businesses	1.9 %	0.3 %	0.7 %	1.9 %	1.1 %	0.6 %	0.8 %	N.A.	N.A.	1.2 %	0.6 %	0.0 %	0.0 %
New benefits accounting	1.4 %	1.3 %	1.3 %	1.4 %	0.0 %	0.0 %	0.0 %	N.A.	N.A.	1.3 %	0.0 %	0.0 %	0.0 %
Disposed businesses	(0.2)%	(0.6)%	(1.1)%	(1.5)%	(1.6)%	(1.5)%	(0.4)%	N.A.	N.A.	(0.8)%	(0.9)%	0.0 %	0.0 %
BMO Nesbitt Burns additional month	0.0 %	0.0 %	0.0 %	0.0 %	(5.3)%	0.0 %	0.0 %	N.A.	N.A.	0.0 %	(1.4)%	1.5 %	0.0 %
Other changes	4.6 %	4.3 %	3.1 %	5.4 %	6.9 %	(0.7)%	(2.0)%	N.A.	N.A.	4.4 %	0.8 %	4.1 %	5.5 %
<b>Total Non-interest expenses excluding non-recurring items</b>	<b>5.5 %</b>	<b>7.2 %</b>	<b>4.0 %</b>	<b>11.4 %</b>	<b>1.0 %</b>	<b>3.1 %</b>	<b>6.2 %</b>	<b>N.A.</b>	<b>N.A.</b>	<b>7.0 %</b>	<b>3.0 %</b>	<b>7.6 %</b>	<b>6.5 %</b>

**Quarter-over-Quarter Expense Growth**

Revenue-driven compensation	(72)	(9)	8	26	(8)	(46)	68	(16)	54
Currency translation effect	13	(5)	10	2	(2)	(6)	(1)	6	-
Acquired businesses	29	(7)	(4)	8	7	(2)	10	-	-
New benefits accounting	2	-	-	17	-	-	-	-	-
Disposed businesses	(1)	(7)	3	2	(5)	(15)	(2)	-	(3)
BMO Nesbitt Burns additional month	-	-	-	-	-	-	-	(71)	71
Other changes	57	45	(10)	(31)	55	47	19	(25)	(46)
<b>Total Non-interest expenses excluding non-recurring items</b>	<b>28</b>	<b>17</b>	<b>7</b>	<b>24</b>	<b>47</b>	<b>(22)</b>	<b>94</b>	<b>(106)</b>	<b>76</b>

**Contribution to Quarter-over-Quarter Expense Growth**

Revenue-driven compensation	(5.0)%	(0.6)%	0.5 %	1.9 %	(0.6)%	(3.4)%	5.4 %	(1.2)%	4.2 %
Currency translation effect	0.9 %	(0.4)%	0.7 %	0.2 %	0.2 %	0.5 %	0.1 %	(0.5)%	0.0 %
Acquired businesses	2.1 %	(0.5)%	(0.3)%	0.6 %	0.5 %	(0.1)%	0.8 %	0.0 %	0.0 %
New benefits accounting	0.1 %	0.0 %	0.0 %	1.2 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %
Disposed businesses	0.0 %	(0.5)%	0.2 %	0.2 %	(0.4)%	(1.1)%	(0.1)%	0.0 %	(0.2)%
BMO Nesbitt Burns additional month	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	0.0 %	(5.3)%	5.6 %
Other changes	3.9 %	3.3 %	(0.7)%	(2.4)%	4.0 %	2.4 %	1.3 %	(0.8)%	(3.7)%
<b>Total Non-interest expenses excluding non-recurring items</b>	<b>2.0 %</b>	<b>1.3 %</b>	<b>0.4 %</b>	<b>1.7 %</b>	<b>3.7 %</b>	<b>(1.7)%</b>	<b>7.5 %</b>	<b>(7.8)%</b>	<b>5.9 %</b>

**BALANCE SHEET**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	MIX	INC(DEC)	
(\$ millions)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q4	VS LAST YEAR	
<b>As At Balances</b>												
Cash resources	17,656	17,355	19,059	20,508	18,508	21,027	23,257	23,441	24,036	7.4 %	(852)	(4.6)%
Securities	37,676	41,634	42,918	43,260	46,463	47,462	48,398	44,913	43,273	15.7 %	(8,787)	(18.9)%
Loans (gross)												
Residential mortgages (1)	41,941	41,106	39,350	39,446	39,485	39,416	39,190	38,598	38,189	17.5 %	2,456	6.2 %
Non-residential mortgages	4,164	3,827	3,818	3,758	3,690	3,611	3,567	3,475	3,443	1.7 %	474	12.9 %
Consumer instalment and other personal loans	19,107	18,777	18,255	17,873	18,038	17,617	17,589	17,052	16,912	8.0 %	1,069	5.9 %
Credit card loans	1,527	1,525	1,459	1,448	1,407	1,367	1,275	1,217	1,160	0.6 %	120	8.5 %
Loans to businesses and governments	57,085	55,527	55,125	57,970	56,486	56,659	55,320	56,252	54,555	24.0 %	599	1.1 %
Securities purchased under resale agreements	14,954	17,592	20,054	20,329	16,308	19,993	21,228	17,958	25,090	6.2 %	(1,354)	(8.3)%
Allowance for credit losses	(1,949)	(1,661)	(1,656)	(1,554)	(1,597)	(1,529)	(1,472)	(1,404)	(1,348)	(0.8)%	(352)	(22.0)%
<b>Total loans (net)</b>	<b>136,829</b>	<b>136,693</b>	<b>136,405</b>	<b>139,270</b>	<b>133,817</b>	<b>137,134</b>	<b>136,697</b>	<b>133,148</b>	<b>138,001</b>	<b>57.2 %</b>	<b>3,012</b>	<b>2.3 %</b>
Other assets												
Customers' liability under acceptances	7,936	7,400	9,468	9,149	8,630	7,977	8,227	8,195	6,753	3.3 %	(694)	(8.0)%
Premises and equipment	2,170	2,075	2,083	2,088	2,171	2,062	2,088	2,159	2,228	0.9 %	(1)	(0.0)%
Other assets	37,142	25,046	25,221	27,955	23,807	19,984	19,747	16,669	16,324	15.5 %	13,335	56.0 %
<b>Total Assets</b>	<b>239,409</b>	<b>230,203</b>	<b>235,154</b>	<b>242,230</b>	<b>233,396</b>	<b>235,646</b>	<b>238,414</b>	<b>228,525</b>	<b>230,615</b>	<b>100.0 %</b>	<b>6,013</b>	<b>2.6 %</b>
Deposits												
Banks	20,539	19,188	22,004	25,447	23,385	29,170	30,248	27,869	30,398	8.6 %	(2,846)	(12.2)%
Businesses and governments	66,132	65,835	66,968	68,567	69,454	64,755	68,253	64,564	65,459	27.6 %	(3,322)	(4.8)%
Individuals	67,619	65,980	65,443	63,861	63,858	62,750	63,566	62,036	61,017	28.2 %	3,761	5.9 %
<b>Total deposits</b>	<b>154,290</b>	<b>151,003</b>	<b>154,415</b>	<b>157,875</b>	<b>156,697</b>	<b>156,675</b>	<b>162,067</b>	<b>154,469</b>	<b>156,874</b>	<b>64.4 %</b>	<b>(2,407)</b>	<b>(1.5)%</b>
Other liabilities												
Acceptances	7,936	7,400	9,468	9,149	8,630	7,977	8,227	8,195	6,753	3.3 %	(694)	(8.0)%
Securities sold but not yet purchased	6,609	6,437	6,562	11,266	9,353	13,698	14,334	14,161	10,450	2.8 %	(2,744)	(29.3)%
Securities sold under repurchase agreements	17,480	22,867	24,127	21,983	19,749	21,371	18,425	19,504	24,177	7.3 %	(2,269)	(11.5)%
Other liabilities	37,738	25,769	24,122	25,113	22,115	19,322	18,933	16,276	16,668	15.8 %	15,623	70.6 %
Subordinated debt	4,674	4,920	4,924	4,889	4,911	5,027	4,721	4,688	4,712	2.0 %	(237)	(4.8)%
Share capital												
Preferred shares	1,050	1,433	1,434	1,675	1,681	1,672	1,670	1,661	1,668	0.4 %	(631)	(37.5)%
Common shares	3,375	3,486	3,073	3,241	3,173	3,164	3,219	3,205	3,190	1.4 %	202	6.4 %
Retained earnings	6,257	6,888	7,029	7,039	7,087	6,740	6,818	6,366	6,123	2.6 %	(830)	(11.7)%
<b>Total Liabilities and Shareholders' Equity</b>	<b>239,409</b>	<b>230,203</b>	<b>235,154</b>	<b>242,230</b>	<b>233,396</b>	<b>235,646</b>	<b>238,414</b>	<b>228,525</b>	<b>230,615</b>	<b>100.0 %</b>	<b>6,013</b>	<b>2.6 %</b>

(1) Residential mortgages include both individual residential mortgages and commercial residential mortgages. The latter is included in the commercial mortgages category in the loan schedules by product and industry.

**BALANCE SHEET**

(\$ millions)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	INC/
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	(DEC)
<b>Average Daily Balances</b>												
Cash resources	20,645	19,194	19,500	20,821	21,033	23,026	24,200	22,477	26,453	20,045	22,676	(11.6)%
Securities	41,300	42,716	44,875	47,668	48,400	47,875	44,403	46,047	39,850	44,134	46,694	(5.5)%
Loans (gross)												
Residential mortgages (1)	41,670	40,220	39,513	39,490	39,620	39,155	38,737	38,390	37,728	40,229	38,976	3.2 %
Non-residential mortgages	4,068	3,789	3,797	3,725	3,618	3,578	3,508	3,442	3,391	3,845	3,537	8.7 %
Consumer instalment and other personal loans	18,941	18,467	18,221	17,952	17,834	17,584	17,396	16,865	16,686	18,397	17,420	5.6 %
Credit card loans	1,554	1,490	1,354	1,512	1,414	1,299	1,158	1,241	1,106	1,479	1,279	15.6 %
Loans to businesses and governments	55,680	54,758	56,714	55,881	55,129	56,160	55,140	54,700	54,349	55,750	55,283	0.8 %
Securities purchased under resale agreements	18,807	19,028	25,824	19,916	17,764	19,066	22,020	22,394	22,419	20,853	20,302	2.7 %
Allowance for credit losses	(1,656)	(1,654)	(1,569)	(1,604)	(1,548)	(1,486)	(1,423)	(1,373)	(1,317)	(1,621)	(1,458)	11.2 %
<b>Total loans (net)</b>	<b>139,064</b>	<b>136,098</b>	<b>143,854</b>	<b>136,872</b>	<b>133,831</b>	<b>135,356</b>	<b>136,536</b>	<b>135,659</b>	<b>134,362</b>	<b>138,932</b>	<b>135,339</b>	<b>2.7 %</b>
Other assets												
Customers' liability under acceptances	7,711	8,595	8,716	8,740	8,035	8,214	8,568	7,551	6,731	8,438	8,089	4.3 %
Premises and equipment	2,131	2,080	2,106	2,146	2,084	2,085	2,155	2,198	2,227	2,116	2,130	(0.7)%
Other assets	34,906	25,358	29,015	29,036	24,320	21,932	17,492	16,263	15,698	29,583	20,016	47.8 %
<b>Total Assets</b>	<b>245,757</b>	<b>234,041</b>	<b>248,066</b>	<b>245,283</b>	<b>237,703</b>	<b>238,488</b>	<b>233,354</b>	<b>230,195</b>	<b>225,321</b>	<b>243,248</b>	<b>234,944</b>	<b>3.5 %</b>
Deposits												
Banks	21,392	20,959	24,350	26,364	27,043	30,011	28,488	30,619	29,523	23,257	29,043	(19.9)%
Businesses and governments	66,411	65,390	67,221	69,565	67,590	68,699	68,654	68,243	62,647	67,146	68,295	(1.7)%
Individuals	66,697	64,827	64,474	63,514	62,917	62,378	62,141	60,990	60,281	64,881	62,106	4.5 %
<b>Total deposits</b>	<b>154,500</b>	<b>151,176</b>	<b>156,045</b>	<b>159,443</b>	<b>157,550</b>	<b>161,088</b>	<b>159,283</b>	<b>159,852</b>	<b>152,451</b>	<b>155,284</b>	<b>159,444</b>	<b>(2.6)%</b>
Other liabilities												
Acceptances	7,711	8,595	8,716	8,740	8,035	8,214	8,568	7,551	6,731	8,438	8,089	4.3 %
Securities sold but not yet purchased	7,231	6,604	9,668	9,684	11,578	12,674	12,947	10,347	11,967	8,286	11,881	(30.3)%
Securities sold under repurchase agreements	24,575	25,306	28,938	22,703	20,684	19,998	19,259	20,747	22,319	25,351	20,177	25.6 %
Other liabilities	35,554	26,033	28,070	28,017	23,372	19,940	17,233	15,964	16,006	29,430	19,138	53.8 %
Subordinated debt	4,906	4,916	4,937	4,900	4,900	4,904	4,701	4,696	4,718	4,915	4,801	2.4 %
Share capital												
Preferred shares	1,159	1,432	1,508	1,678	1,675	1,672	1,665	1,664	1,787	1,444	1,669	(13.5)%
Common shares	3,334	3,121	3,096	3,205	3,144	3,164	3,213	3,196	3,182	3,190	3,179	0.3 %
Retained earnings	6,787	6,858	7,088	6,913	6,765	6,834	6,485	6,178	6,160	6,910	6,566	5.2 %
<b>Total Liabilities and Shareholders' Equity</b>	<b>245,757</b>	<b>234,041</b>	<b>248,066</b>	<b>245,283</b>	<b>237,703</b>	<b>238,488</b>	<b>233,354</b>	<b>230,195</b>	<b>225,321</b>	<b>243,248</b>	<b>234,944</b>	<b>3.5 %</b>

(1) Residential mortgages include both individual residential mortgages and commercial residential mortgages.

**AVERAGE ASSETS BY OPERATING GROUP AND GEOGRAPHIC AREA**

(\$ millions)	2001 Q4	2001 Q3	2001 Q2	2001 Q1	2000 Q4	2000 Q3	2000 Q2	2000 Q1	1999 Q4	Fiscal 2001	Fiscal 2000	Fiscal 1999	Fiscal 1998
<b>Personal &amp; Commercial Client Group</b>													
Canada	82,068	80,852	80,112	80,141	80,038	79,598	78,590	77,388	75,938	80,799	78,905	73,942	N.A.
United States	16,919	14,573	14,318	13,669	13,031	12,665	12,190	12,273	12,238	14,874	12,541	12,143	N.A.
Other	206	185	266	288	267	241	221	207	176	236	234	161	N.A.
<b>Total</b>	<b>99,193</b>	<b>95,610</b>	<b>94,696</b>	<b>94,098</b>	<b>93,336</b>	<b>92,504</b>	<b>91,001</b>	<b>89,868</b>	<b>88,352</b>	<b>95,909</b>	<b>91,680</b>	<b>86,246</b>	<b>N.A.</b>
<b>Private Client Group</b>													
Canada	1,972	2,037	2,197	2,374	2,323	2,048	1,722	1,258	1,581	2,145	1,838	1,344	N.A.
United States	2,931	3,224	3,158	3,283	2,809	2,432	2,314	1,935	1,892	3,149	2,373	1,802	N.A.
Other	53	48	46	58	58	73	85	105	117	51	80	112	N.A.
<b>Total</b>	<b>4,956</b>	<b>5,309</b>	<b>5,401</b>	<b>5,715</b>	<b>5,190</b>	<b>4,553</b>	<b>4,121</b>	<b>3,298</b>	<b>3,590</b>	<b>5,345</b>	<b>4,291</b>	<b>3,258</b>	<b>N.A.</b>
<b>Investment Banking Group</b>													
Canada	66,566	58,392	57,682	56,683	53,708	53,357	51,957	52,590	43,007	59,848	52,909	44,555	N.A.
United States	54,690	55,885	69,876	65,853	62,768	63,313	60,323	57,301	58,277	61,508	60,929	57,062	N.A.
Other	19,768	18,852	20,503	22,197	23,301	25,746	26,211	27,670	33,111	20,329	25,729	35,838	N.A.
<b>Total</b>	<b>141,024</b>	<b>133,129</b>	<b>148,061</b>	<b>144,733</b>	<b>139,777</b>	<b>142,416</b>	<b>138,491</b>	<b>137,561</b>	<b>134,395</b>	<b>141,685</b>	<b>139,567</b>	<b>137,455</b>	<b>N.A.</b>
<b>Emfisys and Corporate Support</b>													
Canada	(3,750)	(3,961)	(3,701)	(2,197)	(3,481)	(3,633)	(2,998)	(3,945)	(4,111)	(3,399)	(3,517)	(3,682)	N.A.
United States	3,922	3,519	2,939	2,048	2,019	1,594	1,819	2,397	2,051	3,108	1,959	2,431	N.A.
Other	412	435	670	886	862	1,054	920	1,016	1,044	600	964	1,006	N.A.
<b>Total</b>	<b>584</b>	<b>(7)</b>	<b>(92)</b>	<b>737</b>	<b>(600)</b>	<b>(985)</b>	<b>(259)</b>	<b>(532)</b>	<b>(1,016)</b>	<b>309</b>	<b>(594)</b>	<b>(245)</b>	<b>N.A.</b>
<b>Total Consolidated</b>													
Canada	146,856	137,320	136,290	137,001	132,588	131,370	129,271	127,291	116,415	139,393	130,135	116,159	N.A.
United States	78,462	77,201	90,291	84,853	80,627	80,004	76,646	73,906	74,458	82,639	77,802	73,438	N.A.
Other	20,439	19,520	21,485	23,429	24,488	27,114	27,437	28,998	34,448	21,216	27,007	37,117	N.A.
<b>Total</b>	<b>245,757</b>	<b>234,041</b>	<b>248,066</b>	<b>245,283</b>	<b>237,703</b>	<b>238,488</b>	<b>233,354</b>	<b>230,195</b>	<b>225,321</b>	<b>243,248</b>	<b>234,944</b>	<b>226,714</b>	<b>N.A.</b>

FAIR VALUE OF FINANCIAL INSTRUMENTS (\$ millions)	As at October 31, 2001				As at October 31, 2000			
	Book Value	Fair Value of Assets & Liabilities	Fair Value of ALM Derivatives	Fair Value over(under) Book Value	Book Value	Fair Value of Assets & Liabilities	Fair Value of ALM Derivatives	Fair Value over(under) Book Value
Cash resources	17,656	17,656	-	-	18,508	18,508	(9)	(9)
Securities	37,676	37,920	(368)	(124)	46,463	46,648	40	225
Loans	136,829	137,310	67	548	133,817	132,730	(91)	(1,178)
Customers' liability under acceptances	7,936	7,936	-	-	8,630	8,630	-	-
Other assets (1)	37,142	37,142	-	-	23,807	23,807	-	-
<b>Total assets</b>	<b>237,239</b>	<b>237,964</b>	<b>(301)</b>	<b>424</b>	<b>231,225</b>	<b>230,323</b>	<b>(60)</b>	<b>(962)</b>
Deposits	154,290	155,390	(588)	512	156,697	156,730	(64)	(31)
Acceptances	7,936	7,936	-	-	8,630	8,630	-	-
Securities sold but not yet purchased	6,609	6,609	-	-	9,353	9,353	-	-
Securities sold under repurchase agreements	17,480	17,480	-	-	19,749	19,749	-	-
Other liabilities	37,738	37,738	-	-	22,115	22,117	-	2
Subordinated debt	4,674	5,018	(2)	342	4,911	5,078	38	205
<b>Total liabilities</b>	<b>228,727</b>	<b>230,171</b>	<b>(590)</b>	<b>854</b>	<b>221,455</b>	<b>221,657</b>	<b>(26)</b>	<b>176</b>
<b>Total</b>			<b>289</b>	<b>(430)</b>			<b>(34)</b>	<b>(1,138)</b>

(1) Premises and equipment are not financial instruments and have been excluded from our estimates of fair value. The net amounts excluded totalled \$2,170 as at October 31, 2001 and \$2,171 as at October 31, 2000.

<b>ASSET SECURITIZATION</b>	<b>2001</b>	<b>2001</b>	<b>2001</b>	<b>2001</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>2000</b>	<b>1999</b>	<b>Fiscal</b>	<b>Fiscal</b>	<b>Fiscal</b>	<b>Fiscal</b>
(\$ millions)	<b>Q4</b>	<b>Q3</b>	<b>Q2</b>	<b>Q1</b>	<b>Q4</b>	<b>Q3</b>	<b>Q2</b>	<b>Q1</b>	<b>Q4</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>

**Securitized Balances**

Credit card receivables	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500
Mortgage loans	8,063	7,721	7,525	7,256	7,305	6,298	5,513	5,527	5,542	8,063	7,305	5,542	5,061
Corporate loans	2,207	2,458	3,072	3,762	4,344	4,144	4,178	3,705	4,102	2,207	4,344	4,102	4,089
Consumer Instalment and Other Personal Loans	965	367	300	-	-	-	-	-	-	965	-	-	-
<b>Total</b>	<b>13,735</b>	<b>13,046</b>	<b>13,397</b>	<b>13,518</b>	<b>14,149</b>	<b>12,942</b>	<b>12,191</b>	<b>11,732</b>	<b>12,144</b>	<b>13,735</b>	<b>14,149</b>	<b>12,144</b>	<b>11,650</b>

**A. Effect on the components of the Consolidated Statement of Income for all transfers prior to July 1, 2001 is:**

Net interest income	(27)	(56)	(87)	(77)	(65)	(60)	(67)	(57)	(59)	(247)	(249)	(234)	(128)
Other income													
Card service fees	(1)	(27)	(25)	(25)	(26)	(25)	(24)	(22)	(22)	(78)	(97)	(89)	(79)
Securitization revenues	47	55	97	85	109	83	81	70	84	284	343	296	158
Other fees & commissions	-	(3)	(4)	(3)	(3)	(3)	(3)	(3)	(2)	(10)	(12)	(9)	(11)
Provision for credit losses	(3)	(13)	(13)	(13)	(7)	(13)	(13)	(13)	(2)	(42)	(46)	(42)	(50)
Income (loss) before taxes, non-controlling interest in subsidiaries and goodwill	22	(18)	(6)	(7)	22	8	-	1	3	(9)	31	6	(10)

Gain on the sale of the NHA insured mortgages totaled \$13 million for the eight months ended June 30, 2001, \$23 million for the year ended October 31, 2000 and \$5 million for the year ended October 31, 1999.

**B. Effect on the components of the Consolidated Statement of Income for all transfers after June 30, 2001 is:**

Gain on sale of loans	51	15	-	-	-	-	-	-	-	66	-	-	-
Other Securitization Revenue	(5)	8	-	-	-	-	-	-	-	3	-	-	-
Amortization of servicing liability	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total securitization revenues</b>	<b>46</b>	<b>23</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>69</b>	<b>-</b>	<b>-</b>	<b>-</b>

In addition to the tables above, securitization revenues in Q4, 2001 reflect the impact of a write-down of \$22 million related to an accounts receivable from our corporate loan securitization vehicle.

Under accounting rules in effect prior to July 1, 2001 revenue from the majority of our securitizations was recognized over the life of the securitization vehicle (with the exception of NHA insured mortgage securitizations). Therefore as indicated in table A above, the most significant impact of securitizations on our income statement was primarily the reclassification of amounts previously recorded in net interest income, components of other income and provision for credit losses into securitization revenue. Under new accounting rules for transfers after July 1, 2001 a gain on sale will be recognized up front, as in table B, rather than as revenue over the life of the securitization vehicle. Accounting for transfers prior to July 1, 2001 will continue under the old rules.

**UNREALIZED GAINS AND  
(LOSSES) ON SECURITIES**

(\$ millions)	2001 Q4	2001 Q3	2001 Q2	2001 Q1	2000 Q4	2000 Q3	2000 Q2	2000 Q1	1999 Q4
Investment securities									
Government debt and other securities									
Canadian governments	(13)	10	12	13	13	10	17	13	21
U.S. governments	202	75	109	35	(84)	(142)	(158)	(151)	(92)
Mortgage backed securities	53	(45)	(29)	(38)	(139)	(186)	(218)	(206)	(175)
Corporate debt	11	(12)	(30)	(48)	(117)	(135)	(153)	(159)	(103)
Corporate equity	2	(26)	71	163	101	58	27	23	9
Other governments	3	1	1	1	-	(1)	29	19	10
Total Government debt and other securities	258	3	134	126	(226)	(396)	(456)	(461)	(330)
Grupo Financiero Bancomer	-	-	-	259	277	104	(29)	(105)	(226)
Designated lesser developed countries	-	-	-	-	-	43	44	40	18
Equity investment in 724 Solutions Inc. (1)	(14)	9	36	123	134	164	248	327	-
Total Investment Securities	244	12	170	508	185	(85)	(193)	(199)	(538)

(1) The investment in 724 Solutions Inc. is a means of establishing a strategic alliance to augment a client service provider relationship. The benefits to the Bank of this alliance include access to necessary channel technology for delivery of financial services in an e-commerce environment. As at this quarter the number of shares held by the Bank in 724 Solutions Inc. is 3,930,195 shares.

**GOODWILL AND INTANGIBLE ASSETS**

(\$ millions)	Nov. 1 2000	Addition/ Purchases	Amortization	Other: Includes FX	Oct. 31 2001
Intangible Assets					
Customer relationships	158	42	(23)	11	188
Core deposit intangibles	93	76	(15)	8	162
Branch distribution network	158	-	(15)	7	150
Other	3	18	(3)	-	18
Total Intangible Assets	412	136	(56)	26	518
Goodwill					
Harris Bankcorp, Inc. and subsidiaries	240	-	(25)	23	238
First National Bank of Joliet	-	152	-	6	158
BMO Nesbitt Burns Corporation Ltd and subsidiaries	158	-	(29)	-	129
Moneris Solutions Corporation	-	54	(4)	-	50
Guardian Group of Funds Ltd.	-	187	-	-	187
Other	49	(9)	(4)	-	36
Total Goodwill	447	384	(62)	29	798
Total Goodwill and Intangible assets	859	520	(118)	55	1,316

Goodwill and valuation intangibles for First National Bank of Joliet and Guardian Group of Funds are subject to further refinement of the allocation of the purchase price as we complete the valuation of the assets acquired and liabilities assumed.

**CAPITAL AND  
RISK-WEIGHTED ASSETS**

(\$ millions except as noted)	2001 Q4	2001 Q3	2001 Q2	2001 Q1	2000 Q4	2000 Q3	2000 Q2	2000 Q1	1999 Q4	MIX Q4	INC/(DEC) VS LAST YEAR
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**Qualifying Capital**

Common shareholders' equity	9,632	10,374	10,102	10,280	10,260	9,904	10,037	9,571	9,313	58.5 %	(628)	(6.1)%
Non-cumulative preferred shares	1,050	1,433	1,434	1,675	1,681	1,672	1,670	1,661	1,668	6.4 %	(631)	(37.5)%
Innovative Tier1 preferred shares	1,150	750	750	350	350	-	-	-	-	7.0 %	800	100%+
Non-Controlling interest	32	26	27	20	20	20	20	23	27	0.2 %	12	60.0 %
Less: Goodwill	(798)	(823)	(477)	(488)	(447)	(392)	(404)	(413)	(430)	(4.8)%	(351)	(78.5)%
<b>Total Tier 1 Capital</b>	<b>11,066</b>	<b>11,760</b>	<b>11,836</b>	<b>11,837</b>	<b>11,864</b>	<b>11,204</b>	<b>11,323</b>	<b>10,842</b>	<b>10,578</b>	<b>67.3 %</b>	<b>(798)</b>	<b>(6.7)%</b>
Non-cumulative preferred shares (2)	397	-	-	-	-	-	-	-	-	2.4 %	397	0.0 %
Subordinated debt	4,133	4,478	4,562	4,528	4,550	4,607	4,531	4,498	4,522	25.1 %	(417)	(9.2)%
General allowance for credit losses (1)	1,180	998	993	1,001	1,007	970	970	970	970	7.2 %	173	17.2 %
<b>Total Tier 2 Capital</b>	<b>5,710</b>	<b>5,476</b>	<b>5,555</b>	<b>5,529</b>	<b>5,557</b>	<b>5,577</b>	<b>5,501</b>	<b>5,468</b>	<b>5,492</b>	<b>34.7 %</b>	<b>153</b>	<b>2.8 %</b>
<b>Total Tier 1 and Tier 2 Capital</b>	<b>16,776</b>	<b>17,236</b>	<b>17,391</b>	<b>17,366</b>	<b>17,421</b>	<b>16,781</b>	<b>16,824</b>	<b>16,310</b>	<b>16,070</b>	<b>102.0 %</b>	<b>(645)</b>	<b>(3.7)%</b>
First loss protection	(325)	(464)	(528)	(504)	(511)	(413)	(339)	(313)	(315)	(2.0)%	186	36.4 %
Investment in non-consolidated subsidiaries/substantial investments	-	-	-	(686)	(821)	(818)	(844)	(790)	(1,010)	0.0 %	821	100.0 %
<b>Total Capital</b>	<b>16,451</b>	<b>16,772</b>	<b>16,863</b>	<b>16,176</b>	<b>16,089</b>	<b>15,550</b>	<b>15,641</b>	<b>15,207</b>	<b>14,745</b>	<b>100.0 %</b>	<b>362</b>	<b>2.2 %</b>

**Risk-Weighted Assets**

<b>Balance Sheet Items:</b>												
Cash resources	3,184	3,257	3,596	3,891	3,511	3,966	4,377	4,445	4,609	2.3 %	(327)	(9.3)%
Securities	7,705	7,844	7,859	7,780	8,596	9,395	9,339	10,255	9,918	5.7 %	(891)	(10.4)%
Mortgages	14,838	13,993	13,175	12,860	12,570	12,452	13,461	13,063	12,791	10.9 %	2,268	18.0 %
Other loans and acceptances	72,798	70,701	71,625	71,259	71,247	69,312	70,314	69,333	67,160	53.7 %	1,551	2.2 %
Other assets	8,272	7,873	8,489	8,705	8,842	7,574	8,573	6,848	6,490	6.1 %	(570)	(6.4)%
<b>Total</b>	<b>106,797</b>	<b>103,668</b>	<b>104,744</b>	<b>104,495</b>	<b>104,766</b>	<b>102,699</b>	<b>106,064</b>	<b>103,944</b>	<b>100,968</b>	<b>78.7 %</b>	<b>2,031</b>	<b>1.9 %</b>
<b>Off-Balance Sheet:</b>												
Letters of credit & guarantees	6,904	7,758	7,481	7,966	8,433	8,789	8,627	8,460	8,630	5.1 %	(1,529)	(18.1)%
Securities lending	319	267	174	68	156	154	1,578	1,351	977	0.2 %	163	100%+
Commitments	10,155	10,359	10,608	11,017	11,533	11,782	15,036	15,216	15,677	7.5 %	(1,378)	(11.9)%
Derivative financial instruments	5,708	4,856	4,576	5,195	4,817	4,372	5,034	4,112	3,990	4.2 %	891	18.5 %
<b>Total</b>	<b>23,086</b>	<b>23,240</b>	<b>22,839</b>	<b>24,246</b>	<b>24,939</b>	<b>25,097</b>	<b>30,275</b>	<b>29,139</b>	<b>29,274</b>	<b>17.0 %</b>	<b>(1,853)</b>	<b>(7.4)%</b>
<b>Total Risk-Weighted Assets - Credit Risk</b>	<b>129,883</b>	<b>126,908</b>	<b>127,583</b>	<b>128,741</b>	<b>129,705</b>	<b>127,796</b>	<b>136,339</b>	<b>133,083</b>	<b>130,242</b>	<b>95.7 %</b>	<b>178</b>	<b>0.1 %</b>
<b>Total Risk-Weighted Assets - Market Risk</b>	<b>5,885</b>	<b>6,160</b>	<b>4,821</b>	<b>4,702</b>	<b>4,655</b>	<b>4,176</b>	<b>4,187</b>	<b>5,245</b>	<b>6,722</b>	<b>4.3 %</b>	<b>1,230</b>	<b>26.4 %</b>
<b>Total</b>	<b>135,768</b>	<b>133,068</b>	<b>132,404</b>	<b>133,443</b>	<b>134,360</b>	<b>131,972</b>	<b>140,526</b>	<b>138,328</b>	<b>136,964</b>	<b>100.0 %</b>	<b>1,408</b>	<b>1.0 %</b>

**Risk-Weighted Capital Ratios**

Tier 1	8.15 %	8.84 %	8.94 %	8.87 %	8.83 %	8.49 %	8.06 %	7.84 %	7.72 %		-68 BP
Total	12.12 %	12.60 %	12.74 %	12.12 %	11.97 %	11.78 %	11.13 %	10.99 %	10.77 %		15 BP
U.S. basis Tier 1	7.87 %	8.43 %	8.51 %	8.41 %	8.47 %	8.07 %	7.67 %	7.63 %	7.42 %		-60 BP
Total U.S. basis	11.69 %	12.53 %	12.65 %	12.41 %	12.50 %	12.14 %	11.45 %	11.51 %	11.34 %		-81 BP

(1) OSFI approved the inclusion of the lessor of : (a) the balance of our general allowance for credit losses, or ; (b) 0.875% of risk weighted assets (from Q1, 1999 to Q3, 2001 inclusive was 0.75%).

(2) Reflects the qualification of existing preferred shares of a subsidiary as Tier 2 capital.

**DERIVATIVE  
FINANCIAL INSTRUMENTS**

DERIVATIVE FINANCIAL INSTRUMENTS (\$ millions)	As at October 31, 2001				As at October 31, 2000			
	Notional Amount	Replacement Cost	Credit risk Equivalent	Risk-weighted Balance	Notional Amount	Replacement Cost	Credit risk Equivalent	Risk-weighted Balance
Interest Rate Contracts								
Over-the-counter								
Swaps	1,284,613	13,649	16,978	4,793	485,382	3,608	4,797	1,316
Forward rate agreements	384,064	326	375	82	144,973	59	66	13
Purchased options	92,613	2,098	2,532	724	88,999	782	1,015	261
Written options	101,182	-	-	-	96,293	-	-	-
	1,862,472	16,073	19,885	5,599	815,647	4,449	5,878	1,590
Exchange Traded								
Futures	158,613	-	-	-	123,177	-	-	-
Purchased options	61,958	-	-	-	45,515	-	-	-
Written options	56,202	-	-	-	28,131	-	-	-
	276,773	-	-	-	196,823	-	-	-
<b>Total Interest Rate Contracts</b>	<b>2,139,245</b>	<b>16,073</b>	<b>19,885</b>	<b>5,599</b>	<b>1,012,470</b>	<b>4,449</b>	<b>5,878</b>	<b>1,590</b>
Foreign Exchange Contracts								
Over-the-counter								
Cross-currency swaps	18,133	180	1,210	451	15,272	122	638	253
Cross-currency interest rate swaps	51,984	996	3,202	712	45,196	1,076	2,288	496
Forward foreign exchange contracts	160,017	1,865	4,238	1,218	151,650	3,053	4,208	1,044
Purchased options	59,589	603	1,235	336	51,165	933	1,265	342
Written options	72,549	-	-	-	60,421	-	-	-
	362,272	3,644	9,885	2,717	323,704	5,184	8,399	2,135
Exchange Traded								
Futures	516	-	-	-	1,441	-	-	-
Purchased options	2,856	-	-	-	981	-	-	-
Written options	1,660	-	-	-	658	-	-	-
	5,032	-	-	-	3,080	-	-	-
<b>Total Foreign Exchange Contracts</b>	<b>367,304</b>	<b>3,644</b>	<b>9,885</b>	<b>2,717</b>	<b>326,784</b>	<b>5,184</b>	<b>8,399</b>	<b>2,135</b>
Commodity Contracts								
Over-the-counter								
Swaps	17,159	1,128	3,275	1,550	16,335	1,781	3,043	1,421
Purchased options	14,009	2,518	3,976	1,838	16,825	2,444	4,119	1,894
Written options	13,850	-	-	-	16,487	-	-	-
	45,018	3,646	7,251	3,388	49,647	4,225	7,162	3,315
Exchange Traded								
Futures	643	-	-	-	1,337	-	-	-
Purchased options	306	-	-	-	799	-	-	-
Written options	561	-	-	-	806	-	-	-
	1,510	-	-	-	2,942	-	-	-
<b>Total Commodity Contracts</b>	<b>46,528</b>	<b>3,646</b>	<b>7,251</b>	<b>3,388</b>	<b>52,589</b>	<b>4,225</b>	<b>7,162</b>	<b>3,315</b>
Equity Contracts								
Over-the-counter	8,414	173	623	285	9,158	71	628	285
Exchange Traded	1,794	-	-	-	1,540	-	-	-
<b>Total Equity Contracts</b>	<b>10,208</b>	<b>173</b>	<b>623</b>	<b>285</b>	<b>10,698</b>	<b>71</b>	<b>628</b>	<b>285</b>
<b>Sub-total</b>	<b>2,563,285</b>	<b>23,536</b>	<b>37,644</b>	<b>11,989</b>	<b>1,402,541</b>	<b>13,929</b>	<b>22,067</b>	<b>7,325</b>
Impact of master netting agreements	n.a.	(11,563)	(22,123)	(6,281)	n.a.	(6,919)	(8,823)	(2,587)
<b>Total</b>	<b>2,563,285</b>	<b>11,973</b>	<b>15,521</b>	<b>5,708</b>	<b>1,402,541</b>	<b>7,010</b>	<b>13,244</b>	<b>4,738</b>

Certain October 31, 2000 amounts have been restated to conform to October 31, 2001 presentation.

**U.S. GAAP RECONCILIATION**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998
Net Income-Canadian GAAP	4	444	607	416	485	401	497	474	N.A.	1,471	1,857	1,382	N.A.
Increase (Decrease) net of tax:													
FAS133	8	(2)	(15)	(2)	-	-	-	-	N.A.	(11)	-	-	N.A.
Past due interest bonds revenue	-	-	-	-	-	-	-	-	N.A.	-	-	(20)	N.A.
Securitization revenue	(13)	2	4	(3)	(3)	(3)	(3)	(2)	N.A.	(10)	(11)	(9)	N.A.
Pension and related benefits expense	(1)	(1)	(1)	(1)	(16)	(10)	(10)	(10)	N.A.	(4)	(46)	(42)	N.A.
Stock options expense	(10)	(10)	(9)	(11)	(8)	(8)	(8)	(8)	N.A.	(40)	(32)	(24)	N.A.
Foreign currency translation *	-	-	65	16	-	-	-	-	N.A.	81	-	(18)	N.A.
Software development expense	8	9	4	5	27	-	-	-	N.A.	26	27	-	N.A.
Other	(1)	(44)	20	27	9	2	3	2	N.A.	2	16	4	N.A.
Net Income-U.S GAAP	(5)	398	675	447	494	382	479	456	-	1,515	1,811	1,273	-
U.S. GAAP:													
Basic Earnings per Share	\$0.00	\$0.75	\$1.26	\$0.80	\$0.89	\$0.67	\$0.85	\$0.81	N.A.	\$2.81	\$3.22	\$2.17	N.A.
Diluted Earnings per Share	\$0.00	\$0.74	\$1.23	\$0.78	\$0.88	\$0.66	\$0.84	\$0.80	N.A.	\$2.75	\$3.18	\$2.14	N.A.

\* U.S. GAAP net income, basic earnings per share and diluted earnings per share have been restated to reflect the reversal of foreign currency translation losses on our investment in Bancomer that were previously recognized under U.S. GAAP.

**COMMITMENTS AND CONTINGENT LIABILITIES**

(\$ millions)

	As at October 31, 2001		As at October 31, 2000	
	Contract Amount	Risk-Weighted Equivalent	Contract Amount	Risk-Weighted Equivalent
Credit Instruments				
Guarantees and standby letters of credit	10,216	6,841	11,810	8,320
Securities lending	584	319	1,616	156
Documentary and comm. letters of credit	588	63	698	113
Commitments to extend credit :				
Original maturity of 1 year and under	69,428	-	76,353	-
Original maturity of more than 1 year	25,001	10,155	29,766	11,533
Note issuance and revolving underwriting facilities	-	-	-	-
Total	105,817	17,378	120,243	20,122

**GROSS LOANS AND ACCEPTANCES  
SEGMENTED INFORMATION**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	MIX	INC(DEC)
(\$ millions)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q4	VS LAST YEAR
<b>Gross Loans and Acceptances by Product and Industry</b>											
Individuals											
Residential mortgages (1)	38,747	37,909	36,391	36,444	36,559	36,496	36,291	35,641	35,374	26.4 %	2,188 6.0 %
Cards	1,527	1,525	1,459	1,448	1,407	1,367	1,275	1,217	1,160	1.0 %	120 8.5 %
Personal loans	19,107	18,777	18,255	17,873	18,038	17,617	17,589	17,052	16,912	13.1 %	1,069 5.9 %
<b>Total Loans to Individuals</b>	<b>59,381</b>	<b>58,211</b>	<b>56,105</b>	<b>55,765</b>	<b>56,004</b>	<b>55,480</b>	<b>55,155</b>	<b>53,910</b>	<b>53,446</b>	<b>40.5 %</b>	<b>3,377 6.0 %</b>
Commercial, Corporate and Institutional											
Financial institutions - excluding securities purchased under resale agreements	16,107	16,207	16,360	18,103	13,887	15,716	14,336	15,559	13,633	11.0 %	2,220 16.0 %
Commercial mortgages	7,358	7,025	6,777	6,760	6,616	6,531	6,467	6,432	6,258	5.0 %	742 11.2 %
Construction (non-real estate)	962	1,091	1,299	1,249	1,561	1,563	1,483	1,703	1,786	0.7 %	(599) (38.4)%
Real estate	3,828	3,221	3,463	3,242	3,926	3,552	3,930	3,828	3,660	2.6 %	(98) (2.5)%
Manufacturing	13,065	12,356	13,400	13,152	14,763	13,595	13,974	12,778	12,822	8.9 %	(1,698) (11.5)%
Mining/Energy	3,194	2,971	3,120	3,429	3,902	4,214	4,170	4,209	4,055	2.2 %	(708) (18.1)%
Service industries	6,711	6,867	6,481	6,509	7,178	7,248	7,293	7,435	7,000	4.6 %	(467) (6.5)%
Retail trade	3,240	3,261	3,141	3,107	3,201	3,264	3,576	3,308	3,224	2.2 %	39 1.2 %
Wholesale trade	2,992	2,963	3,160	2,935	3,445	3,507	3,564	3,787	3,992	2.0 %	(453) (13.1)%
Agriculture	2,662	2,447	2,470	2,469	2,614	2,446	2,506	2,542	2,778	1.8 %	48 1.8 %
Transportation/Utilities	3,998	3,724	4,495	5,004	4,626	4,126	3,888	3,899	3,906	2.7 %	(628) (13.6)%
Communications	3,321	3,804	3,516	4,183	3,276	2,494	2,436	2,446	2,007	2.3 %	45 1.4 %
Other	4,604	3,712	3,372	3,460	2,515	2,715	2,171	2,767	2,263	3.1 %	2,089 83.1 %
<b>Total Diversified Commercial</b>	<b>72,042</b>	<b>69,649</b>	<b>71,054</b>	<b>73,602</b>	<b>71,510</b>	<b>70,971</b>	<b>69,794</b>	<b>70,693</b>	<b>67,384</b>	<b>49.1 %</b>	<b>532 0.7 %</b>
Securities purchased under resale agreements	14,954	17,592	20,054	20,329	16,308	19,993	21,228	17,958	25,090	10.2 %	(1,354) (8.3)%
<b>Total Commercial, Corporate and Institutional</b>	<b>86,996</b>	<b>87,241</b>	<b>91,108</b>	<b>93,931</b>	<b>87,818</b>	<b>90,964</b>	<b>91,022</b>	<b>88,651</b>	<b>92,474</b>	<b>59.3 %</b>	<b>(822) (0.9)%</b>
Designated lesser developed countries	337	302	316	277	222	305	327	292	290	0.2 %	115 51.8 %
<b>Total Gross Loans and Acceptances</b>	<b>146,714</b>	<b>145,754</b>	<b>147,529</b>	<b>149,973</b>	<b>144,044</b>	<b>146,749</b>	<b>146,504</b>	<b>142,853</b>	<b>146,210</b>	<b>100.0 %</b>	<b>2,670 1.9 %</b>

(1) Certain residential mortgages have been classified as diversified commercial.

**GROSS LOANS AND ACCEPTANCES  
SEGMENTED INFORMATION (cont'd)**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	MIX	INC(DEC)
(\$ millions except as noted)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q4	VS LAST YEAR

**Gross Loans and Acceptances by Country**

Canada	94,175	96,311	95,552	91,970	90,938	89,325	90,340	84,762	80,651	64.2 %	3,237	3.6 %
United States	50,606	46,969	48,922	54,204	49,539	52,916	50,882	51,152	56,426	34.5 %	1,067	2.2 %
Other Countries												
Designated LDC	337	302	316	277	222	305	327	292	290	0.2 %	115	51.8 %
Other	1,596	2,172	2,739	3,522	3,345	4,203	4,955	6,647	8,843	1.1 %	(1,749)	(52.3)%
<b>Total Gross Loans and Acceptances</b>	<b>146,714</b>	<b>145,754</b>	<b>147,529</b>	<b>149,973</b>	<b>144,044</b>	<b>146,749</b>	<b>146,504</b>	<b>142,853</b>	<b>146,210</b>	<b>100.0 %</b>	<b>2,670</b>	<b>1.9 %</b>

**Gross Loans and Acceptances in  
Canada by Province**

Atlantic Provinces	4,654	4,655	4,516	4,574	4,466	4,500	4,499	4,382	4,141	4.9 %	188	4.2 %
Quebec	13,836	13,544	13,196	15,008	14,695	13,719	13,553	13,004	12,358	14.7 %	(859)	(5.8)%
Ontario	49,758	51,616	51,614	45,505	43,881	43,439	43,996	40,079	37,364	52.8 %	5,877	13.4 %
Prairie Provinces	13,398	13,511	13,558	13,872	14,761	14,334	14,710	14,150	13,967	14.2 %	(1,363)	(9.2)%
British Columbia and Territories	12,529	12,985	12,668	13,011	13,135	13,333	13,582	13,147	12,821	13.4 %	(606)	(4.6)%
<b>Total Gross Loans and Acceptances in Canada</b>	<b>94,175</b>	<b>96,311</b>	<b>95,552</b>	<b>91,970</b>	<b>90,938</b>	<b>89,325</b>	<b>90,340</b>	<b>84,762</b>	<b>80,651</b>	<b>100.0 %</b>	<b>3,237</b>	<b>3.6 %</b>

**Diversification Ratios  
(as a % of Total Gross Loans & Acceptances)**

Individual	40.5 %	39.9 %	38.0 %	37.2 %	38.9 %	37.8 %	37.6 %	37.7 %	36.6 %
Commercial , Corporate and Institutional	59.3 %	59.9 %	61.8 %	62.6 %	60.9 %	62.0 %	62.2 %	62.1 %	63.2 %
Designated LDC	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %
Canada	64.2 %	66.1 %	64.7 %	61.4 %	63.1 %	60.8 %	61.7 %	59.3 %	55.2 %
United States	34.5 %	32.2 %	33.2 %	36.1 %	34.4 %	36.1 %	34.7 %	35.8 %	38.6 %
Other Countries									
Designated LDC	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %
Other	1.1 %	1.5 %	1.9 %	2.3 %	2.3 %	2.9 %	3.4 %	4.7 %	6.0 %

**NET LOANS AND ACCEPTANCES  
SEGMENTED INFORMATION**

(\$ millions)	2001 Q4	2001 Q3	2001 Q2	2001 Q1	2000 Q4	2000 Q3	2000 Q2	2000 Q1	1999 Q4	MIX Q4	INC(DEC) VS LAST YEAR	
<b>Net Loans and Acceptances by Product and Industry</b>												
<b>Individuals</b>												
Residential mortgages	38,741	37,901	36,383	36,436	36,553	36,491	36,288	35,637	35,370	26.8 %	2,188	6.0 %
Cards	1,527	1,525	1,459	1,448	1,407	1,367	1,275	1,217	1,160	1.1 %	120	8.5 %
Personal loans	19,099	18,768	18,244	17,863	18,033	17,611	17,581	17,043	16,904	13.1 %	1,066	5.9 %
<b>Total Loans to Individuals</b>	<b>59,367</b>	<b>58,194</b>	<b>56,086</b>	<b>55,747</b>	<b>55,993</b>	<b>55,469</b>	<b>55,144</b>	<b>53,897</b>	<b>53,434</b>	<b>41.0 %</b>	<b>3,374</b>	<b>6.0 %</b>
<b>Commercial, Corporate and Institutional</b>												
Financial institutions - excluding securities purchased under resale agreements	16,081	16,192	16,331	18,052	13,847	15,682	14,316	15,526	13,598	11.1 %	2,234	16.1 %
Commercial mortgages	7,352	7,023	6,774	6,756	6,612	6,528	6,464	6,429	6,254	5.1 %	740	11.2 %
Construction (non-real estate)	931	1,061	1,269	1,244	1,556	1,558	1,479	1,700	1,782	0.6 %	(625)	(40.2)%
Real estate	3,816	3,207	3,438	3,215	3,895	3,514	3,892	3,803	3,632	2.6 %	(79)	(2.0)%
Manufacturing	12,756	12,265	13,297	13,050	14,635	13,535	13,928	12,730	12,785	8.8 %	(1,879)	(12.8)%
Mining/Energy	3,176	2,924	3,073	3,382	3,847	4,155	4,114	4,150	4,011	2.2 %	(671)	(17.4)%
Service industries	6,663	6,815	6,402	6,444	7,107	7,178	7,225	7,384	6,944	4.6 %	(444)	(6.2)%
Retail trade	3,181	3,233	3,133	3,085	3,173	3,251	3,567	3,300	3,217	2.2 %	8	0.3 %
Wholesale trade	2,912	2,945	3,137	2,899	3,434	3,499	3,557	3,779	3,984	2.0 %	(522)	(15.2)%
Agriculture	2,659	2,443	2,465	2,464	2,608	2,439	2,493	2,529	2,772	1.8 %	51	2.0 %
Transportation/Utilities	3,902	3,667	4,431	4,948	4,532	4,049	3,863	3,875	3,880	2.7 %	(630)	(13.9)%
Communications	3,262	3,701	3,487	4,168	3,262	2,481	2,423	2,433	1,994	2.3 %	-	0.0 %
Other	4,596	3,709	3,360	3,439	2,496	2,554	1,982	2,634	2,171	3.2 %	2,100	84.1 %
<b>Total Diversified Commercial, net of allowances</b>	<b>71,287</b>	<b>69,185</b>	<b>70,597</b>	<b>73,146</b>	<b>71,004</b>	<b>70,423</b>	<b>69,303</b>	<b>70,272</b>	<b>67,024</b>	<b>49.2 %</b>	<b>283</b>	<b>0.4 %</b>
Securities purchased under resale agreements	14,954	17,592	20,054	20,329	16,308	19,993	21,228	17,958	25,090	10.3 %	(1,354)	(8.3)%
<b>Total Commercial, Corporate and Institutional</b>	<b>86,241</b>	<b>86,777</b>	<b>90,651</b>	<b>93,475</b>	<b>87,312</b>	<b>90,416</b>	<b>90,531</b>	<b>88,230</b>	<b>92,114</b>	<b>59.5 %</b>	<b>(1,071)</b>	<b>(1.2)%</b>
General allowance	(1,180)	(1,180)	(1,180)	(1,080)	(1,080)	(970)	(970)	(970)	(970)	(0.8)%	(100)	(9.3)%
Designated lesser developed countries	337	302	316	277	222	224	247	213	205	0.3 %	115	51.8 %
<b>Total Loans and Acceptances</b>	<b>144,765</b>	<b>144,093</b>	<b>145,873</b>	<b>148,419</b>	<b>142,447</b>	<b>145,139</b>	<b>144,952</b>	<b>141,370</b>	<b>144,783</b>	<b>100.0 %</b>	<b>2,318</b>	<b>1.6 %</b>

**NET LOANS AND ACCEPTANCES  
SEGMENTED INFORMATION (cont'd)**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	MIX	INC(DEC)
(\$ millions except as noted)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q4	VS LAST YEAR
<b>Net Loans and Acceptances by Country</b>											
Canada	93,764	96,070	95,329	91,752	90,698	89,066	90,114	84,567	80,508	64.8 %	3,066 3.4 %
United States	50,285	46,758	48,698	53,977	49,307	52,663	50,653	50,956	56,241	34.7 %	978 2.0 %
Other Countries											
Designated LDC	337	302	316	277	222	224	247	213	205	0.2 %	115 51.8 %
Other	1,559	2,143	2,710	3,493	3,300	4,156	4,908	6,604	8,799	1.1 %	(1,741) (52.8)%
General Allowance											
Canada	(855)	(930)	(930)	(930)	(930)	(820)	(820)	(820)	(820)	(0.6)%	75 8.1 %
United States	(325)	(250)	(250)	(150)	(150)	(150)	(150)	(150)	(150)	(0.2)%	(175) (100)%+
<b>Total Net Loans and Acceptances</b>	<b>144,765</b>	<b>144,093</b>	<b>145,873</b>	<b>148,419</b>	<b>142,447</b>	<b>145,139</b>	<b>144,952</b>	<b>141,370</b>	<b>144,783</b>	<b>100.0 %</b>	<b>2,318 1.6 %</b>

**Net Loans and Acceptances in Canada  
by Province**

Atlantic Provinces	4,644	4,646	4,508	4,569	4,460	4,495	4,494	4,378	4,137	5.0 %	184 4.1 %
Quebec	13,685	13,486	13,130	14,943	14,602	13,649	13,499	12,951	12,304	14.7 %	(917) (6.3)%
Ontario	49,554	51,496	51,518	45,412	43,794	43,318	43,879	39,994	37,317	53.3 %	5,760 13.2 %
Prairie Provinces	13,365	13,471	13,518	13,829	14,722	14,286	14,674	14,111	13,941	14.4 %	(1,357) (9.2)%
British Columbia and Territories	12,516	12,971	12,655	12,999	13,120	13,318	13,568	13,133	12,809	13.5 %	(604) (4.6)%
General Allowance	(855)	(930)	(930)	(930)	(930)	(820)	(820)	(820)	(820)	(0.9)%	75 8.1 %
<b>Total Net Loans and Acceptances in Canada</b>	<b>92,909</b>	<b>95,140</b>	<b>94,399</b>	<b>90,822</b>	<b>89,768</b>	<b>88,246</b>	<b>89,294</b>	<b>83,747</b>	<b>79,688</b>	<b>100.0 %</b>	<b>3,141 3.5 %</b>

**Diversification Ratios  
(as a % of Total Net Loans & Acceptances)**

Individual	40.7 %	40.1 %	38.1 %	37.3 %	39.0 %	38.0 %	37.8 %	37.9 %	36.7 %
Commercial , Corporate and Institutional	59.1 %	59.7 %	61.7 %	62.5 %	60.8 %	61.8 %	62.0 %	62.0 %	63.2 %
Designated LDC	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.1 %	0.1 %
Canada	64.2 %	66.0 %	64.7 %	61.1 %	63.0 %	60.7 %	61.6 %	59.2 %	55.1 %
United States	34.5 %	32.3 %	33.2 %	36.3 %	34.5 %	36.2 %	34.8 %	35.9 %	38.7 %
Other Countries									
Designated LDC	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.2 %	0.1 %
Other	1.1 %	1.5 %	1.9 %	2.4 %	2.3 %	2.9 %	3.4 %	4.7 %	6.1 %

**ALLOWANCES FOR CREDIT LOSSES  
SEGMENTED INFORMATION**

(\$ millions)	2001 Q4	2001 Q3	2001 Q2	2001 Q1	2000 Q4	2000 Q3	2000 Q2	2000 Q1	1999 Q4	MIX Q4	INC(DEC) VS LAST YEAR	
<b>Specific Allowances by Product and Industry</b>												
Individuals												
Residential mortgages	6	8	8	8	6	5	3	4	4	0.3 %	-	0.0 %
Cards	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
Personal Loans	8	9	11	10	5	6	8	9	8	0.4 %	3	60.0 %
<b>Total Loans to Individuals</b>	<b>14</b>	<b>17</b>	<b>19</b>	<b>18</b>	<b>11</b>	<b>11</b>	<b>11</b>	<b>13</b>	<b>12</b>	<b>0.7 %</b>	<b>3</b>	<b>27.3 %</b>
Commercial, Corporate and Institutional												
Financial institutions - excluding securities purchased under resale agreements	26	15	29	51	40	34	20	33	35	1.3 %	(14)	(35.0)%
Commercial mortgages	6	2	3	4	4	3	3	3	4	0.3 %	2	50.0 %
Construction (non-real estate)	31	30	30	5	5	5	4	3	4	1.6 %	26	100%+
Real estate	12	14	25	27	31	38	38	25	28	0.6 %	(19)	(61.3)%
Manufacturing	309	91	103	102	128	60	46	48	37	15.9 %	181	100%+
Mining/Energy	18	47	47	47	55	59	56	59	44	0.9 %	(37)	(67.3)%
Service industries	48	52	79	65	71	70	68	51	56	2.5 %	(23)	(32.4)%
Retail trade	59	28	8	22	28	13	9	8	7	3.0 %	31	100%+
Wholesale trade	80	18	23	36	11	8	7	8	8	4.1 %	69	100%+
Agriculture	3	4	5	5	6	7	13	13	6	0.2 %	(3)	(50.0)%
Transportation/Utilities	96	57	64	56	94	77	25	24	26	4.9 %	2	2.1 %
Communications	59	103	29	15	14	13	13	13	13	3.0 %	45	100%+
Other	8	3	12	21	19	161	189	133	92	0.4 %	(11)	(57.9)%
<b>Total Diversified Commercial</b>	<b>755</b>	<b>464</b>	<b>457</b>	<b>456</b>	<b>506</b>	<b>548</b>	<b>491</b>	<b>421</b>	<b>360</b>	<b>38.7 %</b>	<b>249</b>	<b>49.2 %</b>
Securities purchased under resale agreements	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
<b>Total Commercial, Corporate and Institutional</b>	<b>755</b>	<b>464</b>	<b>457</b>	<b>456</b>	<b>506</b>	<b>548</b>	<b>491</b>	<b>421</b>	<b>360</b>	<b>38.7 %</b>	<b>249</b>	<b>49.2 %</b>
General allowance	1,180	1,180	1,180	1,080	1,080	970	970	970	970	60.5 %	100	9.3 %
Designated lesser developed countries	-	-	-	-	-	81	80	79	85	0.1 %	-	0.0 %
<b>Total Allowance for Credit Losses</b>	<b>1,949</b>	<b>1,661</b>	<b>1,656</b>	<b>1,554</b>	<b>1,597</b>	<b>1,610</b>	<b>1,552</b>	<b>1,483</b>	<b>1,427</b>	<b>100.0 %</b>	<b>352</b>	<b>22.0 %</b>

**ALLOWANCES FOR CREDIT LOSSES  
SEGMENTED INFORMATION (cont'd)**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**Changes in Allowances for Credit Losses**

Balance at beginning of period	1,661	1,656	1,554	1,597	1,610	1,552	1,483	1,427	1,394	1,597	1,427	1,272	1,239
Provision for credit losses	546	117	217	100	58	100	100	100	80	980	358	320	130
Recoveries	10	12	7	11	13	11	7	13	20	40	44	47	64
Write-offs	(287)	(132)	(133)	(146)	(98)	(55)	(49)	(49)	(57)	(698)	(251)	(193)	(195)
Other, including foreign exchange rate changes	19	8	11	(8)	14	2	11	(8)	(10)	30	19	(19)	34
Allowances at end of period	1,949	1,661	1,656	1,554	1,597	1,610	1,552	1,483	1,427	1,949	1,597	1,427	1,272

**Allocation of Recoveries by Market**

Individuals	6	7	6	6	6	5	6	6	5	25	23	22	23
Commercial, Corporate and Institutional	4	5	1	5	7	6	1	7	15	15	21	25	41
Designated Lesser Developed Countries	-	-	-	-	-	-	-	-	-	-	-	-	-

**Allocation of Write-offs by Market**

Individuals	38	41	44	34	41	30	36	32	35	157	139	104	93
Commercial, Corporate and Institutional	249	91	89	112	16	25	13	13	22	541	67	74	99
Designated Lesser Developed Countries	-	-	-	-	41	-	-	4	-	-	45	15	3

**Coverage Ratios**

ACL to Gross Impaired Loans and Acceptances	96.8 %	90.5 %	100.2 %	91.3 %	106.4 %	120.6 %	130.6 %	127.4 %	130.6 %	96.8 %	106.4 %	130.6 %	153.3 %
ACL to Gross Impaired Loans and Acceptances													
Individual	7.1 %	8.4 %	8.5 %	8.5 %	5.6 %	6.1 %	6.0 %	7.2 %	6.3 %	7.1 %	5.6 %	6.3 %	8.6 %
Diversified Commercial	43.3 %	28.4 %	32.0 %	30.6 %	38.8 %	39.2 %	36.7 %	37.4 %	40.1 %	43.3 %	38.8 %	40.1 %	39.3 %
Designated lesser developed countries	n.a.	n.a.	n.a.	n.a.	0.0 %	100.0 %	100.0 %	100.0 %	100.0 %	n.a.	0.0 %	n.a.	100.0 %
Net write-offs to average loans and Acceptances	0.2 %	0.1 %	0.1 %	0.1 %	0.1 %	0.0 %	0.0 %	0.0 %	0.0 %	0.4 %	0.1 %	0.1 %	0.1 %

**Coverage Ratios Excluding Designated Countries**

ACL to Gross Impaired Loans and Acceptances	96.8 %	90.5 %	100.2 %	91.3 %	106.4 %	114.6 %	123.8 %	120.6 %	123.6 %	96.8 %	106.4 %	123.6 %	141.8 %
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**CHANGES IN GROSS IMPAIRED  
LOANS (GIL) AND ALLOWANCES  
FOR CREDIT LOSSES (ACL)**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
(\$ millions)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**Total Impaired Loans and Acceptances**

GIL, Beginning of Period	1,836	1,653	1,702	1,501	1,334	1,189	1,164	1,092	1,110	1,501	1,092	824	787
Additions to impaired loans & acceptances	606	456	481	498	335	357	205	209	218	2,041	1,106	1,084	621
Reductions in impaired loans & acceptances (1)	(141)	(141)	(397)	(151)	(70)	(157)	(131)	(88)	(179)	(830)	(446)	(623)	(389)
Net new additions (reductions)	465	315	84	347	265	200	74	121	39	1,211	660	461	232
Write-offs	(287)	(132)	(133)	(146)	(98)	(55)	(49)	(49)	(57)	(698)	(251)	(193)	(195)
GIL, End of Period	2,014	1,836	1,653	1,702	1,501	1,334	1,189	1,164	1,092	2,014	1,501	1,092	824

ACL (2), Beginning of Period	1,661	1,656	1,554	1,597	1,529	1,472	1,404	1,348	1,313	1,597	1,348	1,166	1,145
Increases - specific allowance	575	137	135	103	56	112	117	105	7	950	390	290	106
Increases - general allowance	-	-	100	-	110	-	-	-	85	100	110	85	110
Transfer of allowance	-	-	-	-	-	-	-	-	-	-	-	-	-
Write - offs	(287)	(132)	(133)	(146)	(98)	(55)	(49)	(49)	(57)	(698)	(251)	(193)	(195)
ACL (2), End of Period	1,949	1,661	1,656	1,554	1,597	1,529	1,472	1,404	1,348	1,949	1,597	1,348	1,166

NIL, Beginning of Period	175	(3)	148	(96)	(195)	(283)	(240)	(256)	(203)	(96)	(256)	(342)	(358)
Change in gross impaired loans	178	183	(49)	201	167	145	25	72	(18)	513	409	268	37
Change in allowance for credit losses	(288)	(5)	(102)	43	(68)	(57)	(68)	(56)	(35)	(352)	(249)	(182)	(21)
NIL, End of Period	65	175	(3)	148	(96)	(195)	(283)	(240)	(256)	65	(96)	(256)	(342)

**Notes:**

(1) Loans and acceptances returning to performing status, sales and repayments.

(2) Excludes ACL for off-balance sheet exposure and LDC reservations in excess of impaired loans.

**NET IMPAIRED LOANS AND  
AND ACCEPTANCES  
SEGMENTED INFORMATION**

	2001	2001	2001	2001	2000	2000	2000	2000	1999	MIX	INC(DEC)	
(\$ millions)	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q4	VS LAST YEAR	
<b>Individuals</b>												
Residential mortgages	126	126	142	137	138	122	128	118	129	0.3 %	(12)	(8.7)%
Consumer instalments & other personal loans	56	60	63	56	48	45	44	50	48	3.7 %	8	16.7 %
<b>Total Individuals</b>	<b>182</b>	<b>186</b>	<b>205</b>	<b>193</b>	<b>186</b>	<b>167</b>	<b>172</b>	<b>168</b>	<b>177</b>	<b>0.3 %</b>	<b>(4)</b>	<b>(2.2)%</b>
<b>Commercial, Corporate and Institutional</b>												
Financial institutions - excluding securities purchased under resale agreements	25	75	72	352	108	93	11	24	23	0.2 %	(83)	(76.9)%
Commercial mortgages	39	36	34	34	19	24	24	24	19	0.5 %	20	100%+
Construction (non-real estate)	47	48	49	6	6	5	5	5	3	5.0 %	41	100%+
Real estate	18	16	23	23	27	29	45	50	54	0.5 %	(9)	(33.3)%
Manufacturing	170	193	175	192	143	102	145	136	48	1.3 %	27	18.9 %
Mining/Energy	81	56	58	58	97	113	143	149	188	2.6 %	(16)	(16.5)%
Service industries	102	99	111	113	109	117	122	139	127	1.5 %	(7)	(6.4)%
Retail trade	120	119	20	44	89	22	19	27	21	3.8 %	31	34.8 %
Wholesale trade	47	66	43	43	11	42	43	6	7	1.6 %	36	100%+
Agriculture	10	11	14	15	17	17	18	17	18	0.4 %	(7)	(41.2)%
Transportation/Utilities	321	316	340	136	138	155	61	61	64	8.2 %	183	100%+
Communications	79	100	31	18	13	4	23	23	25	2.4 %	66	100%+
Other	4	34	2	1	21	(115)	(144)	(99)	(60)	0.1 %	(17)	(81.0)%
<b>Total Diversified Commercial</b>	<b>1,063</b>	<b>1,169</b>	<b>972</b>	<b>1,035</b>	<b>798</b>	<b>608</b>	<b>515</b>	<b>562</b>	<b>537</b>	<b>1.5 %</b>	<b>265</b>	<b>33.2 %</b>
Securities purchased under resale agreements	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
<b>Total Commercial, Corporate and Institutional</b>	<b>1,063</b>	<b>1,169</b>	<b>972</b>	<b>1,035</b>	<b>798</b>	<b>608</b>	<b>515</b>	<b>562</b>	<b>537</b>	<b>1.2 %</b>	<b>265</b>	<b>33.2 %</b>
General allowance	(1,180)	(1,180)	(1,180)	(1,080)	(1,080)	(970)	(970)	(970)	(970)	0.0 %	(100)	(9.3)%
Designated lesser developed countries	-	-	-	-	-	-	-	-	-	0.0 %	-	0.0 %
<b>Total Net Impaired Loans and Acceptances</b>	<b>65</b>	<b>175</b>	<b>(3)</b>	<b>148</b>	<b>(96)</b>	<b>(195)</b>	<b>(283)</b>	<b>(240)</b>	<b>(256)</b>	<b>0.0 %</b>	<b>161</b>	<b>168.1 %</b>

**NET IMPAIRED LOANS AND  
AND ACCEPTANCES**



**SEGMENTED INFORMATION (CONT'D)**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	MIX	INC(DEC)
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q4	VS LAST YEAR

**Net Impaired Loans and Acceptances**

**by Country (1)**

Canada	534	721	539	609	521	509	441	483	521	100%+	13	2.5 %
United States	694	611	614	594	432	233	177	169	135	100%+	262	60.6 %
Other Countries												
Designated LDC	-	-	-	-	-	-	-	-	-	-	-	0.0 %
Other	17	23	24	25	31	33	69	78	58	26.2%	(14)	(45.2)%
General Allowance												
Canada	(855)	(930)	(930)	(930)	(930)	(820)	(820)	(820)	(820)	(100)%+	75	8.1 %
United States	(325)	(250)	(250)	(150)	(150)	(150)	(150)	(150)	(150)	(100)%+	(175)	(100)%+
<b>Total Net Impaired Loans and Acceptances</b>	<b>65</b>	<b>175</b>	<b>(3)</b>	<b>148</b>	<b>(96)</b>	<b>(195)</b>	<b>(283)</b>	<b>(240)</b>	<b>(256)</b>	<b>100.0%</b>	<b>161</b>	<b>168.1 %</b>

**Condition Ratios**

GIL to Gross Loans and Acceptances	1.37 %	1.26 %	1.12 %	1.13 %	1.04 %	0.91 %	0.81 %	0.81 %	0.75 %
Gross Impaired Loans to									
Equity and Allowance for Credit Losses	14.17 %	12.55 %	11.52 %	11.94 %	10.51 %	9.83 %	8.71 %	8.89 %	8.53 %
NIL to Net Loans and Acceptances	0.05 %	0.12 %	(0.00)%	0.10 %	(0.07)%	(0.13)%	(0.19)%	(0.17)%	(0.18)%
NIL to segmented Net Loans and Acceptances									
Individuals	0.31 %	0.32 %	0.37 %	0.35 %	0.33 %	0.30 %	0.31 %	0.31 %	0.33 %
Diversified Commercial	1.49 %	1.69 %	1.38 %	1.41 %	1.12 %	0.86 %	0.74 %	0.80 %	0.80 %
Canada	(0.35)%	(0.22)%	(0.41)%	(0.35)%	(0.46)%	(0.35)%	(0.42)%	(0.40)%	(0.38)%
United States	0.74 %	0.78 %	0.75 %	0.82 %	0.57 %	0.16 %	0.05 %	0.04 %	(0.03)%
Other Countries									
Designated LDC	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
Other	1.09 %	1.07 %	0.89 %	0.72 %	0.94 %	0.79 %	1.41 %	1.18 %	0.66 %

(1) Geographic location is based on the ultimate risk of the underlying asset.

**Retail Loans**

**90 Days & Over Delinquency Ratio \***

Personal Loans	0.36 %	0.36 %	0.40 %	0.44 %	0.36 %	0.32 %	0.32 %	0.38 %	0.40 %
Credit Card	0.60 %	0.60 %	0.65 %	0.73 %	0.66 %	0.59 %	0.61 %	0.63 %	0.61 %
Mortgages (excluding Household)	0.34 %	0.35 %	0.37 %	0.37 %	0.35 %	0.30 %	0.33 %	0.32 %	0.36 %
Total Retail (excluding Household)	0.35 %	0.36 %	0.38 %	0.40 %	0.37 %	0.32 %	0.34 %	0.34 %	0.37 %
Household Portfolio	2.20 %	2.20 %	2.20 %	2.20 %	2.30 %	2.29 %	2.09 %	2.06 %	2.22 %
<b>Total Retail</b>	<b>0.43 %</b>	<b>0.44 %</b>	<b>0.48 %</b>	<b>0.49 %</b>	<b>0.47 %</b>	<b>0.42 %</b>	<b>0.44 %</b>	<b>0.43 %</b>	<b>0.56 %</b>

\* Certain delinquency ratios have been restated to reflect the current year's presentation.

**PROVISION FOR CREDIT LOSSES  
SEGMENTED INFORMATION**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	Fiscal	Fiscal	Fiscal	Fiscal
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	2001	2000	1999	1998

**Provision for Credit Losses by Country**

Canada	217	60	60	65	75	74	69	73	6	402	291	209	77
United States	327	55	155	33	22	24	27	27	62	570	100	99	38
Other Countries	2	2	2	2	(39)	2	4	-	12	8	(33)	12	15
<b>Total Provision For Credit Losses</b>	<b>546</b>	<b>117</b>	<b>217</b>	<b>100</b>	<b>58</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>80</b>	<b>980</b>	<b>358</b>	<b>320</b>	<b>130</b>

**Performance Ratios**

PCL to average loans and acceptances	0.67 %	0.38 %	0.36 %	0.27 %	0.25 %	0.28 %	0.28 %	0.28 %	0.23 %	0.66 %	0.25 %	0.22 %	0.09 %
PCL to segmented average loans and acceptances													
Individuals	0.18 %	0.24 %	0.29 %	0.20 %	0.21 %	0.18 %	0.21 %	0.19 %	0.20 %	0.22 %	0.20 %	0.15 %	0.12 %
Commercial, Corporate and Institutional	2.34 %	0.37 %	0.33 %	0.32 %	0.20 %	0.34 %	0.32 %	0.33 %	(0.15)%	0.83 %	0.20 %	0.17 %	(0.05)%
Canada	0.92 %	0.28 %	0.30 %	0.31 %	0.30 %	0.31 %	0.32 %	0.30 %	0.51 %	0.43 %	0.30 %	0.27 %	0.09 %
United States	2.54 %	0.40 %	1.09 %	0.21 %	0.23 %	0.22 %	0.21 %	0.29 %	(0.27)%	1.10 %	0.25 %	0.19 %	0.08 %
Other Countries	0.32 %	0.36 %	0.25 %	0.31 %	(1.01)%	0.19 %	0.30 %	0.00 %	0.42 %	0.29 %	(0.60)%	0.10 %	0.22 %

**Interest Income on Impaired Loans (excluding LDC)**

	-	(1)	(5)	-	6	9	7	(1)	4	(6)	21	54	45
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**PROVISION FOR CREDIT LOSSES  
SEGMENTED INFORMATION**

(\$ millions)

	Fiscal	Fiscal	Fiscal	Fiscal
	2001	2000	1999	1998

**Provision by Product and Industry**

<b>Individuals</b>				
Residential mortgages	6	5	7	7
Cards	48	35	26	26
Personal Loans	74	73	48	30
<b>Total Loans to Individuals</b>	<b>128</b>	<b>113</b>	<b>81</b>	<b>63</b>
<b>Commercial, Corporate and Institutional</b>				
Financial institutions - excluding securities				
purchased under resale agreements	64	(6)	7	12
Commercial mortgages	10	(1)	-	-
Construction (non-real estate)	28	(2)	3	3
Real estate	(1)	1	(6)	(66)
Manufacturing	280	93	27	7
Mining/Energy	(17)	(3)	30	(3)
Service industries	18	14	46	(19)
Retail trade	74	20	6	(5)
Wholesale trade	114	3	10	1
Agriculture	(1)	(10)	2	(5)
Transportation/Utilities	55	67	8	20
Communications	129	-	5	13
Other	(1)	1	16	(1)
<b>Total Diversified Commercial</b>	<b>752</b>	<b>177</b>	<b>154</b>	<b>(43)</b>
Securities purchased under resale agreements	-	-	-	-
<b>Total Commercial, Corporate and Institutional</b>	<b>752</b>	<b>177</b>	<b>154</b>	<b>(43)</b>
General provision	100	110	85	110
Designated lesser developed countries	-	(42)	-	-
<b>Total Provision for Credit Losses</b>	<b>980</b>	<b>358</b>	<b>320</b>	<b>130</b>

**INTEREST RATE RISK**  
**As at October 31, 2001**

(\$ millions)	0 to 3 months	4 to 6 months	7 to 12 months	Total within 1 year	1 to 5 years	Over 5 years	Non- interest sensitive	Total
<b>Canadian Dollars</b>								
Assets	58,781	4,416	7,487	70,684	25,000	3,697	7,720	107,101
Liabilities	39,244	5,253	10,132	54,629	32,061	3,059	17,352	107,101
Off-balance sheet	(15,708)	445	3,282	(11,981)	10,681	1,300	-	-
Gap - October 31, 2001	3,829	(392)	637	4,074	3,620	1,938	(9,632)	-
Gap - July 31, 2001	5,287	(599)	(513)	4,175	4,177	2,022	(10,374)	-
Gap - April 30, 2001	4,239	239	(1,106)	3,372	5,545	1,185	(10,102)	-
Gap - January 31, 2001	5,020	211	(313)	4,918	4,472	946	(10,336)	-
Gap - October 31, 2000	2,404	1,355	565	4,324	4,801	1,110	(10,235)	-
<b>U.S. Dollar and Other Currencies</b>								
Assets	54,311	6,098	9,100	69,509	20,294	6,502	36,003	132,308
Liabilities	71,308	5,708	5,432	82,448	8,683	5,034	36,143	132,308
Off-balance sheet	4,012	1,193	(128)	5,077	(3,478)	(1,599)	-	-
Gap - October 31, 2001	(12,985)	1,583	3,540	(7,862)	8,133	(131)	(140)	-
Gap - July 31, 2001	(14,665)	1,180	2,807	(10,678)	6,827	3,709	142	-
Gap - April 30, 2001	(8,986)	2,714	1,741	(4,531)	3,559	926	46	-
Gap - January 31, 2001	(8,719)	4,064	1,045	(3,610)	2,745	496	369	-
Gap - October 31, 2000	(10,841)	5,162	838	(4,841)	3,834	575	432	-

**Gap Position Major Assumptions - Deposits/**
**Liabilities**

- Interest bearing, non-maturity deposits on which interest rates have historically moved in reference to a specific interest rate basis, such as prime, and which are above the minimum interest committed are reported as interest sensitive in the 0-3 month category. Such deposits may be sensitive to declining interest rates only to the extent of the minimum interest rate committed. When they no longer demonstrate correlation with market interest rate movements, they are recorded in time periods based on expected balance behavior.
- Term Deposits and Investment Certificates are reported at scheduled maturity with estimated redemptions based upon historical behavior.
- Fixed rate non-maturity and non-interest bearing non-maturity liabilities are reported based upon historical account balance behavior.

**Capital**

- Shareholders' equity is reported as non-interest sensitive.

**Gap Position Major Assumptions - Assets**

- Fixed term assets such as residential mortgage loans and consumer loans are reported based upon the scheduled repayments and estimated prepayments based upon historical behavior.
- Trading assets are reported in the 0-3 month category.
- Fixed rate, non-maturity assets and non-interest bearing non-maturity assets are reported based upon historical account behaviour.

INTEREST RATE RISK SENSITIVITY (\$ millions)	100 Basis Point Increase						100 Basis Point Decrease					
	Earnings at Risk			Economic Value Exposure			Earnings at Risk			Economic Value Exposure		
	Structural	Money Market	Total	Structural	Money Market	Total	Structural	Money Market	Total	Structural	Money Market	Total
October 31, 2001	9.4	(33.7)	(24.3)	(147.0)	(33.5)	(180.5)	(20.5)	33.7	13.2	64.2	33.5	97.7
July 31, 2001	(4.1)	(40.1)	(44.2)	(236.7)	(44.1)	(280.8)	(2.0)	40.1	38.1	163.3	44.1	207.4
April 30, 2001	(6.6)	(38.7)	(45.3)	(166.7)	(41.3)	(208.0)	14.6	38.7	53.3	89.5	41.3	130.8
January 31, 2001	(5.4)	(34.8)	(40.2)	(139.6)	(36.2)	(175.8)	(1.6)	34.8	33.2	62.6	36.2	98.8
October 31, 2000	(4.4)	(35.7)	(40.1)	(179.0)	(36.8)	(215.8)	(15.2)	35.7	20.5	213.8	36.8	250.6

**Earnings at Risk/Economic Value Exposure - Interest Rate Risk**

Our risks are grouped as to: structural, which are Canada/U.S. retail and commercial and Canada corporate instruments and securitization structures; money market, which are bank placements and acceptances and international loans and investments; and trading which are instruments designated as trading and marked-to-market. "Earnings at Risk" is the impact of a change in interest rates on 12 month net income, while, "Economic Value Exposure" is the impact on the value of our assets and liabilities of a change in interest rates. "100 Basis Point Increase"/"100 Basis Point Decrease" is the impact on earnings and economic value of a one time increase/decrease of 100 basis points in interest rates applied to our position at the period end. The above calculations include embedded options in positions, minimum rates on deposits and excludes trading portfolios and actions the bank might take to reduce risk.

**MARKET RISK  
SENSITIVITY**

(\$ millions)	Earnings Volatility				Market Value Exposure			
	Structural	Money Market	Trading	Total	Structural	Money Market (2)	Trading (2)	Total
October 31, 2001 (1)	(79.6)	(7.9)	(9.6)	(97.1)	(233.2)	(4.3)	(9.6)	(247.1)
July 31, 2001	(74.9)	(10.0)	(7.4)	(92.3)	(300.4)	(3.9)	(7.4)	(311.7)
April 30, 2001	(50.7)	(9.7)	(9.4)	(69.8)	(247.5)	(3.9)	(9.4)	(260.8)
January 31, 2001	(72.2)	(8.6)	(8.5)	(89.3)	(211.4)	(3.3)	(8.5)	(223.2)
October 31, 2000	(85.1)	(8.9)	(11.0)	(105.0)	(268.0)	(3.0)	(11.0)	(282.0)

Market risk includes interest and foreign exchange rates, equity and commodity prices, spread and basis risks.

(1) October 31, 2001 Structural Earnings Volatility is comprised of \$17.4 USD foreign exchange translation risk, \$18.7 USD rising interest rate risk and \$43.5 CAD falling interest rate risk.

The combined measure of 79.6 is conservative as it adds up the risk measures without any correlation benefit.

(2) For risk management purposes we treat the money market accrual portfolios on the same basis as the trading mark-to-market portfolios.

**Earnings Volatility/Market Value Exposure - Adverse Change in Market Rates/Prices**

The impact on twelve month earnings and economic value of a one time change in market rates/prices is based upon the estimated maximum adverse market/price change that can occur within the time period required to neutralize the risks in a portfolio, applied to our positions at the period end. Estimates are based upon statistical analysis of history using a 99% confidence level. The calculations include the impact of embedded options and minimum rates on deposits. The effect of actions which the bank might take to reduce risk, action that customers might take in response to changing rates/price and correlation between portfolios is excluded.

**LIQUID ASSETS AND DEPOSITS**

(\$ millions except as noted)

	2001	2001	2001	2001	2000	2000	2000	2000	1999	MIX	INC(DEC)	
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q4	VS LAST YEAR	
<b>Liquid Assets</b>												
<b>Canadian Dollar Liquid Assets</b>												
Deposits with other banks	1,535	1,738	1,565	2,203	1,814	1,921	2,449	2,021	843	2.8 %	(279)	(15.4)%
Other cash resources	1,296	992	634	638	782	717	1,027	576	817	2.3 %	514	65.7 %
Securities	16,398	19,994	21,776	18,120	20,846	21,129	21,947	18,988	15,942	29.7 %	(4,448)	(21.3)%
<b>Total</b>	<b>19,229</b>	<b>22,724</b>	<b>23,975</b>	<b>20,961</b>	<b>23,442</b>	<b>23,767</b>	<b>25,423</b>	<b>21,585</b>	<b>17,602</b>	<b>34.8 %</b>	<b>(4,213)</b>	<b>(18.0)%</b>
<b>U.S. Dollar and Other Currency Liquid Assets</b>												
Deposits with other banks	13,431	14,285	15,752	16,369	15,125	16,914	18,693	19,508	21,279	24.3 %	(1,694)	(11.2)%
Other cash resources	1,394	340	1,108	1,298	787	1,475	1,088	1,336	1,097	2.5 %	607	77.1 %
Securities	21,278	21,640	21,142	25,140	25,617	26,333	26,451	25,925	27,331	38.4 %	(4,339)	(16.9)%
<b>Total</b>	<b>36,103</b>	<b>36,265</b>	<b>38,002</b>	<b>42,807</b>	<b>41,529</b>	<b>44,722</b>	<b>46,232</b>	<b>46,769</b>	<b>49,707</b>	<b>65.2 %</b>	<b>(5,426)</b>	<b>(13.1)%</b>
<b>Total liquid assets (1)</b>	<b>55,332</b>	<b>58,989</b>	<b>61,977</b>	<b>63,768</b>	<b>64,971</b>	<b>68,489</b>	<b>71,655</b>	<b>68,354</b>	<b>67,309</b>	<b>100.0 %</b>	<b>(9,639)</b>	<b>(14.8)%</b>
Cash and securities-to-total assets ratio	23.1 %	25.6 %	26.4 %	26.3 %	27.8 %	29.1 %	30.1 %	29.9 %	29.2 %		-473 BP	
Pledged liquid assets	24,046	19,331	21,958	25,749	21,786	21,663	21,116	25,626	21,626	71.3 %	2,260	10.4 %
Pledged other assets	9,660	16,734	19,794	17,460	11,661	16,218	16,128	15,894	18,246	28.7 %	(2,001)	(17.2)%
<b>Total Pledged Assets</b>	<b>33,706</b>	<b>36,065</b>	<b>41,752</b>	<b>43,209</b>	<b>33,447</b>	<b>37,881</b>	<b>37,244</b>	<b>41,520</b>	<b>39,872</b>	<b>100.0 %</b>	<b>259</b>	<b>0.8 %</b>

(1) Includes liquid assets pledged as security for securities sold but not yet purchased, securities sold under repurchase agreements and other secured liabilities.

**Deposits**

<b>Canadian Dollar Deposits</b>												
Banks	1,839	1,479	1,764	2,020	1,882	1,870	2,268	2,424	2,916	1.2 %	(43)	(2.3)%
Businesses and governments	31,073	31,979	31,170	31,514	32,297	31,715	32,166	27,255	27,232	20.1 %	(1,224)	(3.8)%
Individuals	47,957	46,608	47,125	46,343	46,296	45,871	46,950	46,079	45,019	31.1 %	1,661	3.6 %
<b>Total</b>	<b>80,869</b>	<b>80,066</b>	<b>80,059</b>	<b>79,877</b>	<b>80,475</b>	<b>79,456</b>	<b>81,384</b>	<b>75,758</b>	<b>75,167</b>	<b>52.4 %</b>	<b>394</b>	<b>0.5 %</b>
<b>U.S. Dollar and Other Currency Deposits</b>												
Banks	18,700	17,709	20,240	23,427	21,503	27,300	27,980	25,445	27,482	12.1 %	(2,803)	(13.0)%
Businesses and governments	35,059	33,856	35,798	37,053	37,157	33,040	36,087	37,309	38,227	22.7 %	(2,098)	(5.6)%
Individuals	19,662	19,372	18,318	17,518	17,562	16,879	16,616	15,957	15,998	12.8 %	2,100	12.0 %
<b>Total</b>	<b>73,421</b>	<b>70,937</b>	<b>74,356</b>	<b>77,998</b>	<b>76,222</b>	<b>77,219</b>	<b>80,683</b>	<b>78,711</b>	<b>81,707</b>	<b>47.6 %</b>	<b>(2,801)</b>	<b>(3.7)%</b>
<b>Total Deposits</b>	<b>154,290</b>	<b>151,003</b>	<b>154,415</b>	<b>157,875</b>	<b>156,697</b>	<b>156,675</b>	<b>162,067</b>	<b>154,469</b>	<b>156,874</b>	<b>100.0 %</b>	<b>(2,407)</b>	<b>(1.5)%</b>
Core deposits	92,501	88,392	87,932	87,159	89,033	85,258	85,161	81,250	76,585			
Core deposits to total deposits	60.0 %	58.5 %	56.9 %	55.2 %	56.8 %	54.4 %	52.5 %	52.6 %	48.8 %			